# FINANCIAL STATEMENTS
# FOR THE YEAR ENDING
## DECEMBER 31, 1987

**City of Prince George**

**PROVINCE OF BRITISH COLUMBIA**

# CITY OF PRINCE GEORGE

# FINANCIAL STATEMENTS

DECEMBER 31, 1987

CITY OF PRINCE GEORGE

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DECEMBER 31, 1987


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| 5 | - commissions of the City | 55,56,57,58 |

CITY OF PRINCE GEORGE

MAYORS SINCE INCORPORATION

MARCH 6, 1915

| | |
|---|---|
| W.G. Gillett | 1915 - 1916 |
| H.G. Perry | 1917 - 1918 |
| Hiram A. Carney | 1919 - |
| H.G. Perry | 1920 - |
| Henry Wilson | 1921 - |
| J.H. Johnston | 1922 - 1923 |
| D.R.W. Alward | 1924 - 1925 |
| F.D. Taylor | 1926 - |
| A.M. Patterson | 1927 - 1944 |
| J. Nicholson | 1945 - 1949 |
| G. Dezell | 1950 - 1953 |
| G.D. Bryant | 1954 - 1955 |
| J.R. Morrison | 1956 - 1957 |
| Mrs. C.J. Gray | 1958 - 1959 |
| G. Dezell | 1960 - 1969 |
| H.A. Moffat | 1970 - 1978 |
| E. Mercier | 1979 - 1986 |
| J. Backhouse | 1987 - |

## CITY OF PRINCE GEORGE
## STATISTICAL INFORMATION

| | | 1987 |
|---|---|---|
| POPULATION (estimated) | | 68,000 |
| ASSESSMENT FOR TAXATION | | |
| Land | | $ 504,221,659 |
| Building | | $ 1,186,602,602 |
| Assessment subject to full taxation | | $ 1,690,824,261 |
| Per capita | | $ 24,865 |
| TAX LEVY (under tax zone): | | |
| General tax rate | Urban | 11.85594 |
| | Suburban | 11.50026 |
| | Rural | 10.37395 |
| TAX LEVY AND COLLECTION: | | |
| Tax levy | | $ 44,103,818 |
| Per capita | | $ 648.59 |
| Current taxes collected | | $ 41,954,007 |
| Percentage of current levy | | 95.13% |
| Arrears collected | | $ 4,336,875 |
| Total taxes collected | | $ 46,290,882 |
| Percentage of current levy | | 104.96% |
| Total taxes outstanding | | $ 4,442,535 |
| Percentage of current levy | | 10.07% |
| DEBENTURE DEBT: | | |
| Sewer | | $ 29,297,990 |
| Water | | $ 11,332,815 |
| General | | $ 11,620,593 |
| Gross debenture debt | | $ 52,251,398 |
| Per capita | | $ 768.40 |
| Capital bank loans | | $ 63,178 |
| GENERAL FUND: | | |
| Current revenue | | $ 36,561,274 |
| Current expenditure | | $ 34,962,393 |
| Surplus for the year | | $ 1,598,881 |
| Revenue sharing grant | | $ 2,811,336 |
| Homeowner grant | | $ 5,621,200 |
| Value of building permits issued | | $ 30,748,867 |
| WATER FUND: | | |
| Current revenue | | $ 4,874,386 |
| Current expenditure | | $ 4,408,291 |
| Surplus for the year | | $ 466,095 |
| SEWER FUND: | | |
| Current revenue | | $ 7,835,571 |
| Current expenditure | | $ 7,331,235 |
| Surplus for the year | | $ 504,336 |
| CITY LAND SALES: | | |
| Sale price | | $ 470,387 |

## CITY OF PRINCE GEORGE
## STATISTICAL INFORMATION

| 1986 | 1985 | 1984 | 1983 |
|---|---|---|---|
| 68,000 | 69,000 | 70,000 | 68,000 |
| 665,413,641 | 666,809,806 | 706,397,205 | 707,326,152 |
| 1,221,555,947 | 1,250,595,237 | 1,178,630,675 | 1,180,570,929 |
| 1,886,969,588 | 1,917,405,043 | 1,885,027,880 | 1,887,897,081 |
| 27,673 | 27,788 | 26,929 | 27,763 |
| 10.77599 | 10.34306 | 10.1730 | 9.7381 |
| 10.29107 | 9.72295 | 9.4120 | 9.0096 |
| 9.24041 | 8.68860 | 8.3673 | 7.7905 |
| 45,856,353 | 51,892,152 | 56,143,112 | 52,853,217 |
| 674.36 | 752.06 | 802.04 | 777.25 |
| 43,415,757 | 47,956,271 | 50,116,194 | 50,401,140 |
| 94.68% | 92.42% | 89.27% | 95.36% |
| 4,205,137 | 4,106,458 | 3,837,393 | 4,291,226 |
| 47,620,894 | 52,062,729 | 53,953,587 | 54,692,366 |
| 103.85% | 100.33% | 96.10% | 103.48% |
| 5,475,064 | 6,200,163 | 5,831,001 | 5,873,682 |
| 11.94% | 11.95% | 10.38% | 11.11% |
| 30,781,294 | 31,273,804 | 31,673,220 | 31,662,534 |
| 11,588,763 | 12,231,512 | 12,142,729 | 12,199,021 |
| 12,202,646 | 13,091,631 | 13,731,372 | 14,574,181 |
| 54,572,703 | 56,596,947 | 57,547,321 | 58,435,736 |
| 802.54 | 820.25 | 822.10 | 859.35 |
| 119,088 | 186,796 | 246,282 | 331,330 |
| 35,099,067 | 33,969,084 | 33,293,414 | 31,800,400 |
| 34,922,424 | 33,070,690 | 32,000,257 | 31,007,602 |
| 176,643 | 898,394 | 1,293,157 | 792,798 |
| 2,672,488 | 2,569,072 | 2,574,925 | 2,911,079 |
| 5,717,039 | 5,673,217 | 5,676,210 | 5,577,731 |
| 19,295,955 | 29,909,498 | 32,912,964 | 41,650,618 |
| 4,692,268 | 4,633,264 | 4,303,834 | 4,075,015 |
| 4,175,046 | 4,207,070 | 4,106,176 | 3,971,300 |
| 517,222 | 426,194 | 197,658 | 103,715 |
| 7,695,933 | 7,516,585 | 7,290,164 | 6,059,510 |
| 7,326,399 | 7,183,923 | 6,843,802 | 5,733,821 |
| 369,534 | 332,662 | 446,362 | 325,689 |
| 586,460 | 278,194 | 1,173,803 | 45,666 |

## CITY OF PRINCE GEORGE
## 1987-88 CITY COUNCIL

**MAYOR**
JOHN BACKHOUSE

**ALDERMEN**

M. BECOTT
P. BRADY
C. DEZELL
R. GODFREY
B. HARKINS
C. KINSLEY
S. SINTICH
A. STAUBLE

**OFFICERS AND OFFICIALS**

| | |
|---|---|
| City Manager | C.A. Jeffrey, B. Comm., C.A. |
| Director of Finance and Comptroller/Treasurer | W.D. Kennedy, B. Comm., A.C.I.S., P. Adm. |
| Deputy Treasurer | A.D. LeFebvre, B.A., C.A. |
| Collector/Deputy Controller | H. Mortimer, B.Sc., R.I.A. |
| Director of Public Works | C.E. Obst, P. Eng. |
| Director of Administration and Personnel Services | J. Forde, MMS, TECH(CEI), AMIE/ J.C. Stevens, B.A. |
| City Clerk | B.C. Williams, B.A., M.P.A., P.Adm. |
| Director of Fire Services | E. Parent, L.A.F.C. |
| Director of Parks and Recreation | M. Frenkel |
| Director of Development Services | G. Farstad, M.C.I.P. |
| Medical Health Officer | Dr. J. Miller |
| Police | Supt. M.M. Bielert, R.C.M.P. |
| Auditors | Peat Marwick, Chartered Accountants |
| Bankers | Bank of Nova Scotia |
| Solicitors | Wilson, King |

## CITY OF PRINCE GEORGE

## REPORT OF THE DIRECTOR OF FINANCE

His Worship the Mayor,
Members of Council of the
City of Prince George

The attached Financial Statements for the year ended December 31, 1987, are presented in accordance with the provisions of the "Municipal Act."

Favourable weather conditions, continuing cost control programs, and favourable interest rates contributed to the 1987 General Operating Fund Surplus of $1,598,881, and to the surpluses in the Water and Sewer Utility Operating Funds. Overall, 1987 General Operating Revenues were 1.35% less than budgeted, and General Operating Expenditures were 5.7% less then budgeted.

The local economy continued to improve in 1987, as evidenced by improvements in tax collections and building permits. The percentage of taxes outstanding has declined. The value of building permits issued was the highest since 1984.

Interest earnings represent a significant part of the City's income. Interest income (excluding inter-fund charges) for all of the City's funds totalled $4,194,964, of which $1,570,390 was earned on reserve funds. The average return on the City's investments was 8.81%.

In spite of the improvements in the economy, the sale of City-developed lands did not improve significantly in 1987. The City has a wide variety of residential and industrial sites available for immediate sale and occupancy, and is capable of accomodating increased growth and industrial activity without the need to incur substantial capital expenditures in the near term.

1987 General Capital Expenditures totalled $4,889,202, of which $2,182,506 was funded from Reserves. Sewer Capital Expenditures totalled $1,610,033, ($290,133 funded from reserves), and Water Capital Expenditures totalled $1,916,371 ($631,587 funded from reserves). The availability of reserve funds has allowed the City to continue improvements to municipal services and to provide support to the local economy without imposing additional taxation.

Some of the larger capital projects undertaken in 1987 include the reconstruction of a portion of Sintich Road, installation of dewatering equipment at the Wastewater Treatment Centre, a rehabilitation program for the sanitary sewer mains in the older parts of the City, completion of a new water reservoir in the Nechako area, commencement of the

....2

extension of water service to the Provincial Correctional facilities (in cooperation with the British Columbia Buildings Corporation), and completion of the Police Station renovations.

The City completed an agreement with BTE (part of the BC Tel Group) giving BTE the right to market the City's computer software for municipal business applications throughout North America. This unique agreement will provide an unexpected return on the City's investment in computer facilities.

The increase in the average general municipal tax in 1987 (over 1986) was 2.8%. Due to significant changes in assessed values between 1986 and 1987, there were substantial variations in taxes between property classes. For example, the average tax on single family dwellings in the urban tax zone increased by 4%, while the average tax on commercial properties decreased by 0.5%. The average annual increase in property taxation for the years 1982 - 1987 was 2% per year (compounded).

Respectfully submitted,

W. D. Kennedy
Director of Finance and
Comptroller/Treasurer

Prince George, B.C.
February 19, 1988

KPMG PeatMarwick
Chartered Accountants

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1488 Fourth Avenue
Prince George, B.C. V2L 4Y2

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## AUDITORS' REPORT

**TO THE MAYOR AND COUNCIL**
**CITY OF PRINCE GEORGE**

We have examined the balance sheets of the City of Prince George as at December 31, 1987, the statements of operating fund surplus, equity in capital assets and changes in reserves for the year then ended. Our examination was made in accordance with generally accepted auditing standards and accordingly included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Municipality as at December 31, 1987 and the results of its operations for the year then ended in accordance with accounting principals generally accepted for municipalities in the Province of British Columbia applied on a basis consistent with that of the preceding year.

Peat Marwick

Prince George, British Columbia
February 19, 1988

Chartered Accountants

CITY OF PRINCE GEORGE

GENERAL FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS

| | 1987 | 1986 |
|---|---|---|
| **OPERATING FUND** | | |
| Cash and investments | $ 9,402,557 | $ 8,519,359 |
| Taxes receivable | 4,442,535 | 5,475,064 |
| Accounts receivable | | |
| Federal Government | 6,283 | 72,744 |
| Province of British Columbia | 583,291 | 207,480 |
| Regional and other Local Governments | 82,267 | 186,391 |
| Other, note 2 | 459,494 | 703,187 |
| Due from own funds | 4,563,619 | 5,648,170 |
| Prepaid expenses | 210,304 | 198,165 |
| Inventory | 882,905 | 1,044,859 |
| Temporary acquisition of fixed assets | 462,678 | 1,146,841 |
| Deposit - Municipal Finance Authority | 639,131 | 575,381 |
| | 21,735,064 | 23,777,641 |
| **TRUST FUNDS** | | |
| Cash and investments | 493,246 | 371,774 |
| Due from own funds | 183,542 | 11,356 |
| | 676,788 | 383,130 |
| **CAPITAL FUND** | | |
| Cash and investments | 9,350,315 | 8,101,134 |
| Due from own funds | - | 1,034,748 |
| Work in progress | 2,108,867 | 968,708 |
| Fixed assets, note 3 | 128,435,143 | 125,320,649 |
| | 139,894,325 | 135,425,239 |
| | $162,306,177 | $159,586,010 |

W.D. KENNEDY TREASURER

CITY OF PRINCE GEORGE

GENERAL FUND BALANCE SHEET

DECEMBER 31, 1987

LIABILITIES

| | 1987 | 1986 |
|---|---|---|
| **OPERATING FUND** | | |
| Accounts payable | | |
| Federal Government | $ 3,613,090 | $ 3,270,638 |
| Province of British Columbia | 486,912 | 542,599 |
| Regional and other Local Governments | 154,856 | 210,261 |
| Other | 3,395,117 | 4,537,569 |
| Due to own funds | 1,018,407 | 3,097,657 |
| Reserve - Municipal Finance Authority | 639,131 | 575,381 |
| Unexpended special levies | 503,371 | 533,087 |
| Reserve for future expenditures | 1,400,794 | 2,085,944 |
| Surplus | 10,523,386 | 8,924,505 |
| | 21,735,064 | 23,777,641 |
| **TRUST FUNDS** | | |
| Cemetery Care deposits | 319,612 | 285,735 |
| Winter Games Legacy deposits | 97,545 | 88,066 |
| Miscellaneous Trusts | 79,799 | 9,329 |
| Downtown Parking Investment deposits | 179,832 | - |
| | 676,788 | 383,130 |
| **CAPITAL FUND** | | |
| Due to own funds | 16,278 | - |
| Unearned revenue | - | 4,440 |
| Debenture debt, schedule 1 | 11,620,593 | 12,202,646 |
| Restructure Reserve | 5,671,562 | 5,601,060 |
| Other Capital Reserves | 2,663,901 | 2,426,357 |
| Equity in Capital Assets | 119,921,991 | 115,190,736 |
| | 139,894,325 | 135,425,239 |
| | $162,306,177 | $159,586,010 |

SIGNIFICANT ACCOUNTING POLICIES, note 1
CONTINGENT LIABILITIES, note 8

CITY OF PRINCE GEORGE

GENERAL OPERATING FUND REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1987

REVENUE

| | 1987 | 1986 |
|---|---|---|
| Taxation - net, note 4 | $ 22,424,863 | $ 22,054,751 |
| Contributions from other governments - schedule 2 | 2,844,486 | 2,688,838 |
| Sales of services - schedule 3 | 4,049,451 | 4,097,298 |
| Grants in lieu of taxes | 1,086,105 | 1,088,850 |
| Licences and permits | | |
| Business licences | 620,645 | 628,237 |
| Building permits | 206,406 | 153,367 |
| Other | 158,094 | 171,170 |
| Fines | 178,490 | 165,634 |
| Rents | 252,307 | 152,346 |
| Penalties and interest on taxes | 834,352 | 1,065,197 |
| Natural gas franchise fee | 1,100,251 | 1,237,117 |
| Return on investments | 1,582,983 | 1,157,450 |
| Miscellaneous revenue | 309,468 | 231,506 |
| Contribution from Reserve for Future Expenditures | 825,000 | - |
| Contribution from Other Capital Reserves | 43,800 | 124,878 |
| Contribution from reserve funds, note 5 | 34,618 | 63,618 |
| Transfers from own funds | 9,955 | 18,810 |
| | $ 36,561,274 | $ 35,099,067 |

CITY OF PRINCE GEORGE

GENERAL OPERATING FUND REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1987

EXPENDITURE

| | 1987 | 1986 |
|---|---|---|
| Departmental expenditures - schedule 4 | | |
| General government | $ 3,876,727 | $ 3,749,802 |
| Protection to persons and property | 12,455,197 | 11,464,010 |
| Transportation services | 6,214,514 | 6,636,832 |
| Sanitation and waste removal | 1,152,075 | 1,262,275 |
| Public health and welfare | 137,102 | 129,588 |
| Environmental development | 347,027 | 362,615 |
| Recreation and cultural services | 4,587,944 | 4,556,089 |
| Debt requirements | | |
| Principal | 740,399 | 801,232 |
| Interest on debentures | 1,486,429 | 1,566,629 |
| Foreign exchange | 205,267 | 249,421 |
| Bank charges and interest on short term borrowing | 764,873 | 854,339 |
| Contribution to Reserve for Future Expenditures | 139,850 | 960,670 |
| Contribution to own fund | 1,935 | - |
| Capital expenditures | 1,302,796 | 1,002,599 |
| Contribution to Restructure Reserve | 183,300 | 73,153 |
| Contribution to Other Capital Reserves | 106,334 | 10,934 |
| Contribution to reserve funds, note 5 | 1,260,624 | 1,242,236 |
| Surplus for the year | 1,598,881 | 176,643 |
| | $ 36,561,274 | $ 35,099,067 |

CITY OF PRINCE GEORGE

GENERAL OPERATING FUND SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| Balance, beginning of year as previously reported | $ 8,763,298 | $ 8,664,181 |
| Prior years' adjustments, note 7 | 161,207 | 83,681 |
| Balance, beginning of year as restated | 8,924,505 | 8,747,862 |
| Surplus for the year | 1,598,881 | 176,643 |
| Balance, end of year | $ 10,523,386 | $ 8,924,505 |

CITY OF PRINCE GEORGE

GENERAL FUND EQUITY IN CAPITAL ASSETS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| Balance, beginning of year | $115,190,736 | $109,012,238 |
| Increase in equity | | |
| Return on investments | 395,302 | 429,611 |
| Contributions received | | |
| For debt reduction from | | |
| General Operating Fund | 740,399 | 801,232 |
| For acquisition of capital assets from | | |
| General Operating Fund | 1,302,796 | 1,002,599 |
| Restructure Reserve | 551,663 | 109,177 |
| Other Capital Reserves | 134,107 | 957,324 |
| Land Sale Trust Reserve | 222,833 | 181,719 |
| Recreation and Cultural Fund Reserve | 208,136 | 405,107 |
| Fire Equipment Reserve | 90,790 | 265,937 |
| Local Improvement Fund Reserve | 87,400 | 162,655 |
| Development Cost Charge Reserve | 95,911 | 185,926 |
| Road Construction Reserve | 833,825 | 687,225 |
| Southwest Sector Recreation Facility Reserve | - | 18,123 |
| Government grants | 503,188 | 977,038 |
| Property owners, and third parties | 96,950 | 1,401,637 |
| Disposal of capital assets | 147,303 | 131,373 |
| | 5,410,603 | 7,716,683 |
| Decrease in equity | | |
| M.F.A. debt reserve | 2,640 | - |
| Contributions and returned funding to | | |
| Restructure Reserve | 183 | 103,999 |
| Other Capital Reserves | 15,506 | 81,977 |
| Land Grant Trust | 9,389 | - |
| Recreation and Cultural Fund Reserve | - | 778,485 |
| Development Cost Charge Reserve | - | 39,878 |
| Mobile Equipment Reserve | - | 11,582 |
| Road Construction Reserve | 17,081 | - |
| Disposal of capital assets | 634,549 | 522,264 |
| | 679,348 | 1,538,185 |
| Balance, end of year | $119,921,991 | $115,190,736 |

CITY OF PRINCE GEORGE

GENERAL CAPITAL FUND

CHANGES IN RESTRUCTURE RESERVE

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| Appropriated | | |
| Balance, beginning of year | $ 1,129,274 | $ 189,920 |
| Allocation from non-appropriated reserve, net | 152,619 | 939,354 |
| Balance, end of year | $ 1,281,893 | $ 1,129,274 |
| Non-appropriated | | |
| Balance, beginning of year | $ 4,471,786 | $ 4,866,871 |
| Increase in reserve | | |
| Return on investments | 438,682 | 476,294 |
| Contribution from General Operating Fund | 183,300 | 73,153 |
| Contribution from General Capital Equity | 183 | 103,999 |
| | 622,165 | 653,446 |
| Decrease in reserve | | |
| Contribution to General Capital Equity | 551,663 | 109,177 |
| Allocation to appropriated reserve, net | 152,619 | 939,354 |
| | 704,282 | 1,048,531 |
| Balance, end of year | $ 4,389,669 | $ 4,471,786 |
| Total Appropriated | $ 1,281,893 | $ 1,129,274 |
| Total Non-appropriated | 4,389,669 | 4,471,786 |
| | $ 5,671,562 | $ 5,601,060 |

CITY OF PRINCE GEORGE

GENERAL CAPITAL FUND

CHANGES IN OTHER CAPITAL RESERVES

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| Appropriated | | |
| Balance, beginning of year | $ 861,700 | $ 66,000 |
| Allocation from non-appropriated reserve, net | 86,329 | 795,700 |
| Balance, end of year | $ 948,029 | $ 861,700 |
| Non-appropriated | | |
| Balance, beginning of year | $ 1,564,657 | $ 3,029,291 |
| Increase in reserve | | |
| Return on investments | 151,229 | 269,368 |
| Contribution from General Operating Fund | 106,334 | 10,934 |
| Contribution from General Capital Equity | 15,506 | 81,977 |
| Contribution from Recreation and Cultural Fund Reserve | 19,133 | 50,989 |
| Contribution from Fire Equipment Reserve | 1,000 | - |
| Contribution from third parties | 122,249 | - |
| | 415,451 | 413,268 |
| Decrease in reserve | | |
| Contribution to General Operating Fund | 43,800 | 124,878 |
| Contribution to General Capital Equity | 134,107 | 957,324 |
| Allocation to appropriated reserve, net | 86,329 | 795,700 |
| | 264,236 | 1,877,902 |
| Balance, end of year | $ 1,715,872 | $ 1,564,657 |
| Total Appropriated | $ 948,029 | $ 861,700 |
| Total Non-appropriated | 1,715,872 | 1,564,657 |
| | $ 2,663,901 | $ 2,426,357 |

CITY OF PRINCE GEORGE

WATER FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS

| | 1987 | 1986 |
|---|---|---|
| **OPERATING FUND** | | |
| Cash and investments | $ 2,193,618 | $ 602,493 |
| Accounts receivable | | |
| Province of British Columbia | 652,244 | 604,846 |
| Water rates | 475,063 | 478,002 |
| Deposit - Municipal Finance Authority | 536,896 | 482,009 |
| | 3,857,821 | 2,167,350 |
| **SINKING FUND** | | |
| Funds on deposit with the Minister of Finance of British Columbia | 363,856 | 322,618 |
| | 363,856 | 322,618 |
| **CAPITAL FUND** | | |
| Cash and investments | 3,027,478 | 3,719,146 |
| Due from own funds | 340,460 | 41,120 |
| Work in progress | 1,848,291 | 837,550 |
| Fixed assets, note 3 | 29,639,176 | 28,723,064 |
| | 34,855,405 | 33,320,880 |
| | $ 39,077,082 | $ 35,810,848 |

W.D. KENNEDY TREASURER

CITY OF PRINCE GEORGE

WATER FUND BALANCE SHEET

DECEMBER 31, 1987

## LIABILITIES

| | 1987 | 1986 |
|---|---|---|
| **OPERATING FUND** | | |
| Due to own funds | $ 1,296,244 | $ 126,755 |
| Reserve - Municipal Finance Authority | 536,896 | 482,009 |
| Surplus | 2,024,681 | 1,558,586 |
| | 3,857,821 | 2,167,350 |
| **SINKING FUND** | | |
| Due to own funds | 230,279 | 210,048 |
| Surplus | 133,577 | 112,570 |
| | 363,856 | 322,618 |
| **CAPITAL FUND** | | |
| Unearned revenue | - | 1,462 |
| Debenture debt, schedule 1 | 11,332,815 | 11,588,763 |
| Capital Reserves | 2,033,184 | 2,468,727 |
| Equity in Capital Assets | 21,489,406 | 19,261,928 |
| | 34,855,405 | 33,320,880 |
| | $ 39,077,082 | $ 35,810,848 |

SIGNIFICANT ACCOUNTING POLICIES, note 1
CONTINGENT LIABILITIES, note 8

CITY OF PRINCE GEORGE

WATER OPERATING FUND REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| **Revenue** | | |
| User rates and meter rentals | $ 3,014,151 | $ 2,982,044 |
| Water facilities grant, schedule 2 | 1,215,660 | 1,143,794 |
| Frontage tax and parcel charges | 456,432 | 464,799 |
| Return on investments | 180,975 | 101,561 |
| Contribution from Water Capital Reserve | 6,106 | - |
| Other | 1,062 | 70 |
| | 4,874,386 | 4,692,268 |
| **Expenditure** | | |
| Administration | 332,276 | 306,813 |
| System maintenance | 870,507 | 793,382 |
| Pumping | 732,949 | 695,305 |
| Chlorination and fluoridation | 120,043 | 60,617 |
| Debt requirements | | |
| Debenture principal | 517,827 | 509,191 |
| Debenture interest | 1,539,578 | 1,576,664 |
| Foreign exchange | 108,836 | 131,534 |
| Sinking fund deposit | 9,734 | 9,734 |
| Other fiscal services | 52,547 | 3,578 |
| Capital expenditures | 123,994 | 88,228 |
| | 4,408,291 | 4,175,046 |
| **Surplus for the year** | $ 466,095 | $ 517,222 |

CITY OF PRINCE GEORGE

WATER OPERATING FUND SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| Balance, beginning of year | $ 1,558,586 | $ 1,041,364 |
| Surplus for the year | 466,095 | 517,222 |
| Balance, end of year | $ 2,024,681 | $ 1,558,586 |

CITY OF PRINCE GEORGE

WATER FUND EQUITY IN CAPITAL ASSETS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| Balance, beginning of year | $ 19,261,928 | $ 18,004,578 |
| Increase in equity | | |
| Return on investments | 289,509 | 260,681 |
| Contributions received | | |
| For debt reduction from | | |
| Water Operating Fund | 517,827 | 509,191 |
| Sinking Fund | 9,734 | 9,734 |
| For system improvement from | | |
| Water Operating Fund | 123,994 | 88,228 |
| Water Capital Reserves | 1,028,052 | 239,626 |
| Government grants | 5,394 | 119,141 |
| Property owners, and third parties | 653,639 | 42,226 |
| | 2,628,149 | 1,268,827 |
| Decrease in equity | | |
| M.F.A. debt reserves | 4,206 | - |
| Contribution to Water Capital Reserves | 396,465 | 11,477 |
| | 400,671 | 11,477 |
| Balance, end of year | $ 21,489,406 | $ 19,261,928 |

CITY OF PRINCE GEORGE

WATER CAPITAL FUND

CHANGES IN CAPITAL RESERVES

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| Balance, beginning of year | $ 2,468,727 | $ 2,423,476 |
| Increase in reserve | | |
| Return on investments | 191,552 | 220,266 |
| Contribution from Water Capital Equity | 396,465 | 11,477 |
| Contribution from property owners | 10,598 | 53,134 |
| | 598,615 | 284,877 |
| Decrease in reserve | | |
| Contribution to Water Operating Fund | 6,106 | - |
| Contribution to Water Capital Equity | 1,028,052 | 239,626 |
| | 1,034,158 | 239,626 |
| Balance, end of year | $ 2,033,184 | $ 2,468,727 |

CITY OF PRINCE GEORGE

SEWER FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS

| | 1987 | 1986 |
|---|---|---|
| **OPERATING FUND** | | |
| Cash and investments | $ 2,302,427 | $ 766,427 |
| Accounts receivable | | |
| Province of British Columbia | 1,867,754 | 1,989,542 |
| Sewer rates | 491,829 | 505,344 |
| Deposit - Municipal Finance Authority | 936,104 | 829,202 |
| | 5,598,114 | 4,090,515 |
| **CAPITAL FUND** | | |
| Cash and investments | 1,733,549 | 3,064,364 |
| Work in progress | 2,606,172 | 3,562,920 |
| Fixed assets, note 3 | 48,058,267 | 45,641,486 |
| | 52,397,988 | 52,268,770 |
| | $ 57,996,102 | $ 56,359,285 |

W.D. KENNEDY TREASURER

CITY OF PRINCE GEORGE

SEWER FUND BALANCE SHEET

DECEMBER 31, 1987

LIABILITIES

| | 1987 | 1986 |
|---|---|---|
| **OPERATING FUND** | | |
| Due to own funds | $ 2,230,965 | $ 1,334,604 |
| Reserve - Municipal Finance Authority | 936,104 | 829,202 |
| Surplus | 2,431,045 | 1,926,709 |
| | 5,598,114 | 4,090,515 |
| **CAPITAL FUND** | | |
| Due to own funds | 491,729 | 707,748 |
| Unearned revenue | - | 2,140 |
| Debenture debt, schedule 1 | 29,297,990 | 30,781,294 |
| Capital Reserves | 940,402 | 1,162,734 |
| Equity in Capital Assets | 21,667,867 | 19,614,854 |
| | 52,397,988 | 52,268,770 |
| | $ 57,996,102 | $ 56,359,285 |

SIGNIFICANT ACCOUNTING POLICIES, note 1
CONTINGENT LIABILITIES, note 8

CITY OF PRINCE GEORGE

SEWER OPERATING FUND REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| **Revenue** | | |
| User rates | $ 3,151,510 | $ 3,107,625 |
| Sewerage facilities grant, schedule 2 | 3,519,321 | 3,616,089 |
| Frontage tax and parcel charges | 817,328 | 761,289 |
| Contribution from Sewer Capital Reserves | 19,690 | 17,590 |
| Contribution from Blackburn-Airport Hill Sewer Specified Area Reserve | 9,200 | 12,000 |
| Return on investments | 268,020 | 129,287 |
| Other | 50,502 | 52,053 |
| | 7,835,571 | 7,695,933 |
| **Expenditure** | | |
| Administration | 155,616 | 145,267 |
| Collection system | 622,764 | 573,573 |
| Lift stations | 289,312 | 265,334 |
| Treatment plant operation | 832,318 | 813,170 |
| Debt requirements | | |
| Debenture principal | 1,230,944 | 1,188,909 |
| Debenture interest | 3,976,887 | 4,092,862 |
| Foreign exchange | 146,741 | 175,420 |
| Other fiscal services | 37,194 | 24,070 |
| Capital expenditures | 39,459 | 47,794 |
| | 7,331,235 | 7,326,399 |
| **Surplus for the year** | $ 504,336 | $ 369,534 |

CITY OF PRINCE GEORGE

SEWER OPERATING FUND SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| Balance, beginning of year | $ 1,926,709 | $ 1,557,175 |
| Surplus for the year | 504,336 | 369,534 |
| Balance, end of year | $ 2,431,045 | $ 1,926,709 |

CITY OF PRINCE GEORGE

SEWER FUND EQUITY IN CAPITAL ASSETS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| Balance, beginning of year | $ 19,614,854 | $ 16,397,070 |
| Increase in equity | | |
| Return on investments | 353,996 | 509,575 |
| Contributions received | | |
| For debt reduction from | | |
| Sewer Operating Fund | 1,230,944 | 1,188,909 |
| For system improvement from | | |
| Sewer Operating Fund | 39,459 | 47,794 |
| Sewer Capital Reserves | 557,978 | 1,142,669 |
| Property owners | 40,499 | 121,601 |
| Government grants | 98,037 | 216,236 |
| | 2,320,913 | 3,226,784 |
| Decrease in equity | | |
| M.F.A. debt reserve | 55 | 9,000 |
| Contribution to Sewer Capital Reserves | 267,845 | - |
| | 267,900 | 9,000 |
| Balance, end of year | $ 21,667,867 | $ 19,614,854 |

CITY OF PRINCE GEORGE

SEWER CAPITAL FUND

CHANGES IN CAPITAL RESERVES

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| Balance, beginning of year | $ 1,162,734 | $ 2,175,705 |
| Increase in reserve | | |
| Return on investments | 85,538 | 142,498 |
| Contribution from Sewer Capital Equity | 267,845 | - |
| Contribution from property owners | 1,953 | 4,790 |
| | 355,336 | 147,288 |
| Decrease in reserve | | |
| Contribution to Sewer Operating Fund | 19,690 | 17,590 |
| Contribution to Sewer Capital Equity | 557,978 | 1,142,669 |
| | 577,668 | 1,160,259 |
| Balance, end of year | $ 940,402 | $ 1,162,734 |

CITY OF PRINCE GEORGE

RESERVE FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS

| | 1987 | 1986 |
|---|---|---|
| **LAND GRANT TRUST RESERVE** | | |
| Cash and investments | $ 3,328,503 | $ 2,607,783 |
| Agreements for sale receivable | 7,650 | - |
| Land for development | 15,625,735 | 15,817,024 |
| | 18,961,888 | 18,424,807 |
| **LAND SALE TRUST RESERVE** | | |
| Cash and investments | 4,303,632 | 4,012,963 |
| Land for road development | 791,872 | 823,674 |
| | 5,095,504 | 4,836,637 |
| **RECREATION AND CULTURAL FUND RESERVE** | | |
| Cash and investments | 1,367,515 | 1,208,819 |
| | 1,367,515 | 1,208,819 |
| **FIRE EQUIPMENT RESERVE** | | |
| Cash and investments | 570,629 | 632,944 |
| | 570,629 | 632,944 |
| **LOCAL IMPROVEMENT FUND RESERVE** | | |
| Cash and investments | 1,137,141 | 907,209 |
| Due from own funds | 37,065 | 78,955 |
| | 1,174,206 | 986,164 |
| **BALANCE FORWARD** | $ 27,169,742 | $ 26,089,371 |

CITY OF PRINCE GEORGE

RESERVE FUND BALANCE SHEET

DECEMBER 31, 1987

LIABILITIES

| | 1987 | 1986 |
|---|---|---|
| **LAND GRANT TRUST RESERVE** | | |
| Due to own funds | $ 245,057 | $ 10,232 |
| Mortgages and loans, note 6 | 1,054,550 | 1,112,046 |
| Fund balance | 17,662,281 | 17,302,529 |
| | 18,961,888 | 18,424,807 |
| **LAND SALE TRUST RESERVE** | | |
| Due to own funds | 182,850 | 426,796 |
| Deposits for road closures | 5,500 | 7,500 |
| Fund balance | 4,907,154 | 4,402,341 |
| | 5,095,504 | 4,836,637 |
| **RECREATION AND CULTURAL FUND RESERVE** | | |
| Due to own funds | 96,030 | 131,903 |
| Fund balance | 1,271,485 | 1,076,916 |
| | 1,367,515 | 1,208,819 |
| **FIRE EQUIPMENT RESERVE** | | |
| Due to own funds | 106,922 | 247,596 |
| Fund balance | 463,707 | 385,348 |
| | 570,629 | 632,944 |
| **LOCAL IMPROVEMENT FUND RESERVE** | | |
| Fund balance | 1,174,206 | 986,164 |
| | 1,174,206 | 986,164 |
| **BALANCE FORWARD** | $ 27,169,742 | $ 26,089,371 |

CITY OF PRINCE GEORGE

RESERVE FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS

| | 1987 | 1986 |
|---|---|---|
| BALANCE FORWARD | $ 27,169,742 | $ 26,089,371 |
| **DEVELOPMENT COST CHARGE RESERVE** | | |
| Cash and investments | 2,456,662 | 2,345,449 |
| Due from own funds | 84,306 | - |
| | 2,540,968 | 2,345,449 |
| **DOWNTOWN OFF STREET PARKING AREA DEBT RETIREMENT RESERVE** | | |
| Cash and investments | - | 132,515 |
| Due from own funds | 115,128 | 6 |
| | 115,128 | 132,521 |
| **BLACKBURN - AIRPORT HILL WATER SPECIFIED AREA RESERVE FOR FUTURE EXPENDITURES RESERVE** | | |
| Cash and investments | - | 213,869 |
| Due from own funds | 231,275 | 23 |
| | 231,275 | 213,892 |
| **BLACKBURN - AIRPORT HILL SEWER SPECIFIED AREA RESERVE FOR FUTURE EXPENDITURES RESERVE** | | |
| Cash and investments | 172,367 | 192,295 |
| Due from own funds | 27,867 | - |
| | 200,234 | 192,295 |
| BALANCE FORWARD | $ 30,257,347 | $ 28,973,528 |

CITY OF PRINCE GEORGE

RESERVE FUND BALANCE SHEET

DECEMBER 31, 1987

LIABILITIES

| | 1987 | 1986 |
|---|---|---|
| BALANCE FORWARD | $ 27,169,742 | $ 26,089,371 |
| **DEVELOPMENT COST CHARGE RESERVE** | | |
| Due to own funds | - | 16,436 |
| Fund balance | 2,540,968 | 2,329,013 |
| | 2,540,968 | 2,345,449 |
| **DOWNTOWN OFF STREET PARKING AREA DEBT RETIREMENT RESERVE** | | |
| Fund balance | 115,128 | 132,521 |
| | 115,128 | 132,521 |
| **BLACKBURN - AIRPORT HILL WATER SPECIFIED AREA RESERVE FOR FUTURE EXPENDITURES RESERVE** | | |
| Fund balance | 231,275 | 213,892 |
| | 231,275 | 213,892 |
| **BLACKBURN - AIRPORT HILL SEWER SPECIFIED AREA RESERVE FOR FUTURE EXPENDITURES RESERVE** | | |
| Fund balance | 200,234 | 192,295 |
| | 200,234 | 192,295 |
| BALANCE FORWARD | $ 30,257,347 | $ 28,973,528 |

CITY OF PRINCE GEORGE

RESERVE FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS

| | 1987 | 1986 |
|---|---|---|
| BALANCE FORWARD | $ 30,257,347 | $ 28,973,528 |
| **MOBILE EQUIPMENT RESERVE** | | |
| Cash and investments | 825,652 | 347,131 |
| Due from own funds | - | 11,662 |
| | 825,652 | 358,793 |
| **ROAD CONSTRUCTION RESERVE** | | |
| Cash and investments | 2,195,331 | 3,412,721 |
| Due from own funds | 544,334 | - |
| | 2,739,665 | 3,412,721 |
| **SOUTHWEST SECTOR RECREATION FACILITY RESERVE** | | |
| Cash and investments | 772,193 | 926,967 |
| Due from own funds | 218,619 | - |
| | 990,812 | 926,967 |
| | $ 34,813,476 | $ 33,672,009 |

W.D. KENNEDY TREASURER

CITY OF PRINCE GEORGE

RESERVE FUND BALANCE SHEET

DECEMBER 31, 1987

LIABILITIES

| | 1987 | 1986 |
|---|---|---|
| BALANCE FORWARD | $ 30,257,347 | $ 28,973,528 |
| MOBILE EQUIPMENT RESERVE | | |
| Due to own funds | 431,455 | - |
| Fund balance | 394,197 | 358,793 |
| | 825,652 | 358,793 |
| ROAD CONSTRUCTION RESERVE | | |
| Due to own funds | - | 497,825 |
| Fund balance | 2,739,665 | 2,914,896 |
| | 2,739,665 | 3,412,721 |
| SOUTHWEST SECTOR RECREATION FACILITY RESERVE | | |
| Due to own funds | - | 18,443 |
| Fund balance | 990,812 | 908,524 |
| | 990,812 | 926,967 |
| | $ 34,813,476 | $ 33,672,009 |

SIGNIFICANT ACCOUNTING POLICIES, note 1
CONTINGENT LIABILITIES, note 8

CITY OF PRINCE GEORGE

RESERVE FUND TRANSACTIONS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| LAND GRANT TRUST RESERVE | | |
| Appropriated | | |
| Balance, beginning of year | $ 15,158,422 | $ 15,750,784 |
| Return on investments | 36,226 | 38,887 |
| Allocation from non-appropriated reserve, net | 56,355 | 25,787 |
| Net increase in land for development | - | 30,120 |
| Net increase in agreements for sale | 7,650 | - |
| Net increase in loan payments | 16,351 | - |
| Payment of principal on mortgages and loans | | |
| Danson I.D.S.A. agreement | - | 38,381 |
| Other | 43,319 | 40,499 |
| | 159,901 | 173,674 |
| Net decrease in land for development | (191,289) | - |
| Reduction of costs to complete | (25,787) | - |
| Reduction of Danson I.D.S.A. agreement | - | (38,381) |
| Net decrease in agreements for sale | - | (727,655) |
| | (217,076) | (766,036) |
| Balance, end of year | $ 15,101,247 | $ 15,158,422 |

CITY OF PRINCE GEORGE

RESERVE FUND TRANSACTIONS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| LAND GRANT TRUST RESERVE (continued) | | |
| Non-appropriated | | |
| Balance, beginning of year | $ 2,144,107 | $ 1,507,438 |
| Return on investments | | |
| Cash and investments | 205,271 | 197,581 |
| Agreements for sale | - | 2,166 |
| Contribution from General Operating Fund | 170,388 | 175,225 |
| Contribution from General Capital Fund | 9,389 | - |
| Collections on agreements for sale | 3,825 | 30,875 |
| Sales of land | 223,467 | 508,794 |
| | 612,340 | 914,641 |
| Subdivision development costs, net | (95,739) | (211,686) |
| Allocation to appropriated reserve, net | (56,355) | (25,787) |
| Payment of principal on mortgages and loans | (43,319) | (40,499) |
| | (195,413) | (277,972) |
| Balance, end of year | $ 2,561,034 | $ 2,144,107 |
| Total Appropriated | $ 15,101,247 | $ 15,158,422 |
| Total Non-appropriated | 2,561,034 | 2,144,107 |
| Fund Balance | $ 17,662,281 | $ 17,302,529 |

CITY OF PRINCE GEORGE

RESERVE FUND TRANSACTIONS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| LAND SALE TRUST RESERVE | | |
| Appropriated | | |
| Balance, beginning of year | $ 823,674 | $ 823,674 |
| Decrease in land for road development | (31,802) | - |
| Balance, end of year | $ 791,872 | $ 823,674 |
| Non-appropriated | | |
| Balance, beginning of year | $ 3,578,667 | $ 3,198,521 |
| Return on investments | 400,748 | 319,768 |
| Contribution from General Operating Fund | 126,968 | 159,688 |
| Sale of land | 243,094 | 82,409 |
| | 770,810 | 561,865 |
| Contribution to General Capital Fund | (222,833) | (181,719) |
| Purchase of land for road development | (11,362) | - |
| | (234,195) | (181,719) |
| Balance, end of year | $ 4,115,282 | $ 3,578,667 |
| Total Appropriated | $ 791,872 | $ 823,674 |
| Total Non-appropriated | 4,115,282 | 3,578,667 |
| Fund Balance | $ 4,907,154 | $ 4,402,341 |

CITY OF PRINCE GEORGE

RESERVE FUND TRANSACTIONS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| **RECREATION AND CULTURAL FUND RESERVE** | | |
| Balance, beginning of year | $ 1,076,916 | $ 375,831 |
| Return on investments | 101,876 | 68,458 |
| Contribution from General Operating Fund | 317,727 | 305,491 |
| Contribution from General Capital Fund | - | 778,485 |
| Contribution from Fraser-Fort George Regional Hospital District | 2,044 | 4,747 |
| Contribution from third parties | 191 | - |
| | 421,838 | 1,157,181 |
| Contribution to General Capital Fund | (208,136) | (405,107) |
| Contribution to Other Capital Reserves | (19,133) | (50,989) |
| | (227,269) | (456,096) |
| Balance, end of year | $ 1,271,485 | $ 1,076,916 |
| **FIRE EQUIPMENT RESERVE** | | |
| Balance, beginning of year | $ 385,348 | $ 502,463 |
| Return on investments | 34,938 | 48,822 |
| Contribution from General Operating Fund | 100,000 | 100,000 |
| Proceeds from sale of capital assets | 35,211 | - |
| | 170,149 | 148,822 |
| Contribution to General Capital Fund | (90,790) | (265,937) |
| Contribution to Other Capital Reserves | (1,000) | - |
| | (91,790) | (265,937) |
| Balance, end of year | $ 463,707 | $ 385,348 |

CITY OF PRINCE GEORGE

RESERVE FUND TRANSACTIONS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| LOCAL IMPROVEMENT FUND RESERVE | | |
| Balance, beginning of year | $ 986,164 | $ 944,841 |
| Return on investments | 115,605 | 87,850 |
| Contribution from General Operating Fund | 159,837 | 116,128 |
| | 275,442 | 203,978 |
| Contribution to General Capital Fund | (87,400) | (162,655) |
| Balance, end of year | $ 1,174,206 | $ 986,164 |
| DEVELOPMENT COST CHARGE RESERVE | | |
| Balance, beginning of year | $ 2,329,013 | $ 2,255,555 |
| Return on investments | 256,478 | 212,140 |
| Development cost charges | 57,388 | 42,366 |
| Contribution from General Capital Fund | - | 39,878 |
| | 313,866 | 294,384 |
| Contribution to General Operating Fund | (6,000) | (35,000) |
| Contribution to General Capital Fund | (95,911) | (185,926) |
| | (101,911) | (220,926) |
| Balance, end of year | $ 2,540,968 | $ 2,329,013 |
| DOWNTOWN OFF STREET PARKING AREA DEBT RETIREMENT RESERVE | | |
| Balance, beginning of year | $ 132,521 | $ 147,850 |
| Return on investments | 11,225 | 13,289 |
| Contribution to General Operating Fund | (28,618) | (28,618) |
| Balance, end of year | $ 115,128 | $ 132,521 |

CITY OF PRINCE GEORGE

RESERVE FUND TRANSACTIONS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| BLACKBURN - AIRPORT HILL WATER SPECIFIED AREA RESERVE FOR FUTURE EXPENDITURES RESERVE | | |
| Balance, beginning of year | $ 213,892 | $ 194,908 |
| Return on investments | 17,383 | 18,984 |
| Balance, end of year | $ 231,275 | $ 213,892 |
| BLACKBURN - AIRPORT HILL SEWER SPECIFIED AREA RESERVE FOR FUTURE EXPENDITURES RESERVE | | |
| Balance, beginning of year | $ 192,295 | $ 187,665 |
| Return on investments | 17,139 | 16,630 |
| Contribution to Sewer Operating Fund | (9,200) | (12,000) |
| Balance, end of year | $ 200,234 | $ 192,295 |
| MOBILE EQUIPMENT RESERVE | | |
| Balance, beginning of year | $ 358,793 | $ 311,131 |
| Return on investments | 35,404 | 30,280 |
| Contribution from General Capital Fund | - | 11,582 |
| Proceeds from sale of capital assets | - | 5,800 |
| | 35,404 | 47,662 |
| Balance, end of year | $ 394,197 | $ 358,793 |

CITY OF PRINCE GEORGE

RESERVE FUND TRANSACTIONS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| ROAD CONSTRUCTION RESERVE | | |
| Balance, beginning of year | $ 2,914,896 | $ 2,932,738 |
| Return on investments | 255,809 | 283,679 |
| Contribution from General Operating Fund | 385,704 | 385,704 |
| Contribution from General Capital Fund | 17,081 | - |
| | 658,594 | 669,383 |
| Contribution to General Capital Fund | (833,825) | (687,225) |
| Balance, end of year | $ 2,739,665 | $ 2,914,896 |
| SOUTHWEST SECTOR RECREATION FACILITY RESERVE | | |
| Balance, beginning of year | $ 908,524 | $ 844,832 |
| Return on investments | 82,288 | 81,815 |
| Contribution to General Capital Fund | - | (18,123) |
| Balance, end of year | $ 990,812 | $ 908,524 |

CITY OF PRINCE GEORGE

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1987

## 1. SIGNIFICANT ACCOUNTING POLICIES

The City of Prince George follows accounting principles generally accepted for municipalities in the Province of British Columbia, which reflect the following policies:

(a) Bases of Accounting

A modified accrual basis of accounting is used. Debt charges, and some Federal grants-in-lieu of taxes are reported using the cash basis.

Vacation, sick leave and firemens' gratuity accruals are based upon 100%, 25% and 100% respectively of the outstanding time due to the employees.

(b) Investments

Investments are recorded at cost (bonds plus or minus premiums or discount) with interest accrued at the invested rate. Bond premium or discount is amortized using the interest method over the period to maturity date.

(c) Accounts Receivable

Provision has been made for anticipated losses on trade receivables.

(d) Inventory

Inventory consists of supplies, repair parts and materials consumed in the operations and capital projects. Inventory is recorded at cost. Cost is determined on a weighted average method for automotive repair parts and stationary supplies, and on a first-in, first-out basis for the remainder.

(e) Land for Development

Land for development is recorded at cost, which includes interest incurred during development, and the interest portion of the annual mortgage payments.

(f) Fixed Assets

Land, buildings, machinery and equipment, and engineering structures are recorded at cost. Cost includes expenditures incurred to acquire, develop, study, finance or improve the above mentioned assets, and they normally confer benefits lasting beyond one year.

(g) Depreciation

Depreciation has not been provided.

(h) Operating and Capital Reserves

Operating and Capital Reserves consist of funds set aside from current and prior years' operations, third party contributions, and unexpended debenture debt, and are available for future years' operating and capital expenditures.

(i) Debenture Debt

Certain debenture debt payable in U.S. dollars, German marks and Swiss francs, were originally recorded at the Canadian dollar equivalent at the time of issue. The exchange loss and sinking fund deficiencies reported below have not been reflected in these statements.

The sinking fund deficiencies are funded with the Municipal Finance Authority of British Columbia in the year subsequent to their calculation.

(i) Debenture Debt (cont'd)

| Currency | Outstanding Foreign Debt as Recorded | Exchange Rate Dec 31 1987 | Estimated Canadian Dollar Liability | Contingent Exchange Loss and Sinking Fund Deficiencies | 1987 | 1986 |
|---|---|---|---|---|---|---|
| U.S. dollars | $ 7,833,167 | 1.2998 | $10,253,583 | (*) | $ 2,348,383 | $ 3,194,336 |
| German marks | 20,222 | .8259 | 24,590 | (**) | 4,368 | 4,176 |
| Swiss francs | 25,343 | 1.0212 | 47,443 | (**) | 22,100 | 38,212 |
| | $ 7,878,732 | | $10,325,616 | | $ 2,374,851 | $ 3,236,724 |

(*) Exchange loss
(**) Sinking fund deficiency

(j) Non-Consolidation

These financial statements reflect only the revenues and expenditures of the General, Water, Sewer and Reserve funds of the City of Prince George. These statements include those assets financed by debt, and the related debt for the Prince George Downtown Parking Commission or the Prince George Public Library. No investment for these commissions is recorded. Separate financial statements for these commissions are included.

2. ACCOUNTS RECEIVABLE - Other

| | 1987 | 1986 |
|---|---|---|
| Garbage rates | $ 182,185 | $ 196,133 |
| Trade accounts | 203,467 | 379,309 |
| Connection charges | 73,842 | 127,745 |
| | $ 459,494 | $ 703,187 |

## 3. FIXED ASSETS

| | 1987 | 1986 |
|---|---|---|
| **GENERAL FUND** | | |
| Land | $ 6,119,140 | $ 7,596,861 |
| Buildings | 27,164,152 | 26,308,818 |
| Machinery and equipment | 15,262,446 | 14,658,395 |
| Engineering structures | 79,889,405 | 76,756,575 |
| | $128,435,143 | $125,320,649 |
| **WATER FUND** | | |
| Land | $ 135,451 | $ 135,451 |
| Buildings | 948,634 | 945,645 |
| Machinery and equipment | 261,771 | 176,653 |
| Engineering structures | 28,293,320 | 27,465,315 |
| | $ 29,639,176 | $ 28,723,064 |
| **SEWER FUND** | | |
| Land | $ 335,806 | $ 335,806 |
| Buildings | 6,322 | 6,322 |
| Machinery and equipment | 301,890 | 189,728 |
| Engineering structures | 47,414,249 | 45,109,630 |
| | $ 48,058,267 | $ 45,641,486 |

## 4. TAXATION - net

Taxation revenue comprises the following amounts raised, less transfers to other governments:

| Taxation | 1987 | 1986 |
|---|---|---|
| General municipal purposes | $ 21,246,373 | $ 20,844,884 |
| Special assessments | 2,452,897 | 2,435,960 |
| Collection for other governments | | |
| Regional District of Fraser-Fort George | 565,776 | 697,582 |
| School District #57 | 17,885,666 | 19,903,842 |
| Fraser-Fort George Regional Hospital District | 1,448,438 | 1,262,270 |
| B.C. Assessment Authority | 500,553 | 702,228 |
| Municipal Finance Authority | 4,115 | 9,587 |
| | 44,103,818 | 45,856,353 |
| Transfer to other governments | | |
| Regional District of Fraser-Fort George | 565,776 | 697,582 |
| School District #57 | 9,141,451 | 7,885,529 |
| Province of British Columbia Non-Residential School Taxes | 8,744,215 | 12,018,314 |
| Fraser-Fort George Regional Hospital District | 1,448,438 | 1,262,270 |
| B.C. Assessment Authority | 500,553 | 702,228 |
| Municipal Finance Authority | 4,761 | 9,592 |
| Other Transfers | | |
| Contribution to Sewer and Water | 1,273,761 | 1,226,087 |
| | 21,678,955 | 23,801,602 |
| Net taxation available for municipal purposes | $ 22,424,863 | $ 22,054,751 |

$5,621,200 (1986 - $5,717,039) has been contributed by the Province of British Columbia in the form of grants to homeowners.

## 5. CONTRIBUTION TO/FROM RESERVE FUNDS

| | 1987 | 1986 |
|---|---|---|
| Contribution to reserve funds | | |
| Land Grant Trust Reserve | $ 170,388 | $ 175,225 |
| Land Sale Trust Reserve | 126,968 | 159,688 |
| Recreation and Cultural Fund Reserve | 317,727 | 305,491 |
| Fire Equipment Reserve | 100,000 | 100,000 |
| Local Improvement Fund Reserve | 159,837 | 116,128 |
| Road Construction Reserve | 385,704 | 385,704 |
| | $ 1,260,624 | $ 1,242,236 |
| Contribution from reserve funds | | |
| Development Cost Charge Reserve | $ 6,000 | $ 35,000 |
| Downtown Off Street Parking Area Debt Retirement Reserve | 28,618 | 28,618 |
| | $ 34,618 | $ 63,618 |

## 6. MORTGAGES AND OTHER LOANS - LAND GRANT TRUST

| | 1987 | 1986 |
|---|---|---|
| (a) Mortgage - David Thomas Williams, principal payments of $14,000 annually, no interest. | $ 28,000 | $ 42,000 |
| (b) Loan - Canada Mortgage and Housing Corp. annual payments of $72,863 principal and interest at 10 3/8% per annum. | 379,768 | 430,262 |
| (c) Loan - I.D.S.A. Industrial Parks program, repayable from proceeds of subdivision sales against principal payable annually, on June 1. Interest during the period from August 1, 1987 to July 31, 1992 will be deferred by the Ministry of Economic Development, interest of $6,998 from May 1, 1987 to July 31, 1987 has been capitalized to the outstanding principal balance. | 646,782 | 639,784 |
| | $ 1,054,550 | $ 1,112,046 |

6. **MORTGAGES AND OTHER LOANS - LAND GRANT TRUST** (Cont'd)

The following are the principal payments due for the next five years on the above mortgages and loans.

| | |
|---|---|
| 1988 | $ 46,440 |
| 1989 | $ 49,893 |
| 1990 | $ 731,877 |
| 1991 | $ 43,941 |
| 1992 | $ 48,618 |

7. **PRIOR YEARS' ADJUSTMENTS**

General Operating Fund

(a) As a result of a reduction in the claims rate and a favourable real rate of return on its investments, the Workers' Compensation Board of British Columbia granted a "Special Assessment Credit" on account. The opening balance of the General Operating Fund Surplus for the year 1987 has been adjusted by $168,316 for the total amount of the credit; $77,526 of the adjustment is applicable to 1986 and has been credited to expenses for that year. The remainder is applicable to a year prior to 1986 and the opening balance of the General Operating Fund Surplus for 1986 has been adjusted accordingly. Accounts receivable, other for 1986 has been increased from $534,871 to $703,187.

(b) Employer superannuation contributions for certain employees dating back to 1980 were paid during the year. The opening balance of the General Operating Fund Surplus for the years 1986 and 1987 have been adjusted to reflect the full amount of the payment of $7,109. Accounts payable, Province of British Columbia, for 1986, has been increased from $535,490 to $542,599.

## 8. CONTINGENT LIABILITIES

(a) The City of Prince George is jointly and severally liable, as a member of the Regional District of Fraser-Fort George for any sinking fund deficiencies and capital debt issued through the Regional District.

(b) The City of Prince George has issued demand notes to the Regional District of Fraser-Fort George totalling $3,834,527. These notes are callable by the Regional District to meet obligations of the Municipal Finance Authority debt reserve fund.

## 9. COMPARATIVE FIGURES

Certain of the prior years' figures have been reclassified to conform to the current year's presentation.

Schedule 1

CITY OF PRINCE GEORGE

DEBENTURE DEBT

DECEMBER 31, 1987

| By-law | Date of Issue | Purpose | Date of Maturity | Rate | Issued and Outstanding 1987 | Issued and Outstanding 1986 | |
|---|---|---|---|---|---|---|---|
| **GENERAL FUND** | | | | | | | |
| General Debt | | | | | | | |
| 1971C | 09/15/67 | New City Hall | 09/15/87 | 5.250 | - | 4,836 | |
| 1910 | 09/15/67 | Fire Hall No. 2 | 09/15/87 | 6.000 | - | 3,000 | |
| 1971A | 09/15/67 | New City Hall | 09/15/87 | 6.000 | - | 10,000 | |
| 2137 | 06/15/69 | Swimming Pool | 06/15/89 | 8.000 | 53,000 | 87,000 | |
| 2406 | 04/01/72 | Kin Exhibit Centre | 04/01/92 | 6.240 | 78,122 | 91,105 | |
| 2435 | 07/01/72 | Police Station | 07/01/92 | 6.495 | 360,088 | 419,481 | |
| 2525A | 03/01/74 | Downtown Parking | 03/01/94 | 9.000 | 226,240 | 252,705 | (h) |
| 2525B | 04/16/74 | Downtown Parking | 04/16/94 | 9.000 | 238,071 | 265,918 | (h) |
| 2541 | 01/15/75 | Massey Dr. underpass | 01/15/95 | 9.850 | 136,304 | 147,218 | (b) |
| 2641 | 01/15/75 | Massey Dr. underpass | 01/15/95 | 9.850 | 9,526 | 10,284 | (b) |
| 2892 | 04/01/76 | Massey Dr. underpass | 04/01/96 | 8.739 | 320,593 | 343,485 | |
| 2893 | 10/15/76 | Canopies | 10/15/96 | 8.700 | 121,232 | 129,905 | (b,h) |
| 2893 | 10/15/76 | Second Ave Parkade | 10/15/96 | 8.700 | 1,572,734 | 1,685,257 | (b,h) |
| 2893 | 06/01/77 | Second Ave Parkade | 06/01/97 | 9.840 | 27,770 | 29,873 | |
| 2893 | 06/01/77 | Canopies | 06/01/97 | 9.840 | 2,141 | 2,305 | |
| 3605 | 12/01/80 | Plaza Parkade | 12/01/00 | 13.800 | 559,005 | 574,523 | (b,h) |
| 3676 | 04/29/81 | Plaza Parkade | 04/29/01 | 14.000 | 1,588,585 | 1,665,781 | (h) |
| 3820 | 10/28/81 | Plaza Parkade | 10/28/01 | 15.500 | 495,154 | 519,216 | (b,h) |
| 3888 | 06/30/82 | Off Street Parking | 06/30/02 | 16.750 | 583,023 | 608,756 | (h) |
| 4115 | 03/01/83 | Library Automation | 03/01/88 | PRIME | 63,178 | 119,088 | (a) |
| 4393 | 06/20/85 | Downtown Revitalization | 01/25/97 | 4.800 | 211,140 | 211,140 | |
| Balance forward | | | | | $ 6,650,906 | $ 7,185,876 | |

(a) Short term borrowing
(b) Payable in U.S. dollars
(h) Repayment of these debts is provided for, in part, by Downtown Off Street Parking Area Debt Retirement Reserve (Fund balance 1987 - $115,128, 1986 - $132,521)

Schedule 1

CITY OF PRINCE GEORGE

DEBENTURE DEBT

DECEMBER 31, 1987

| By-law | Date of Issue | Purpose | Date of Maturity | Rate | Issued and Outstanding 1987 | Issued and Outstanding 1986 | |
|---|---|---|---|---|---|---|---|
| Balance forward | | | | | $ 6,650,906 | $ 7,185,876 | |
| Storm Sewer Debt | | | | | | | |
| 1909 | 09/15/67 | Pipeline extension | 09/15/87 | 6.000 | - | 21,000 | |
| 2289 | 10/01/71 | Pipeline extension | 10/01/91 | 8.375 | 104,168 | 125,347 | (b) |
| 2290 | 10/01/71 | Pipeline extension | 10/01/91 | 8.375 | 171,467 | 206,375 | (b) |
| 2289 | 12/01/71 | Pipeline extension | 12/01/91 | 7.750 | 6,349 | 7,667 | |
| 2290 | 12/01/71 | Pipeline extension | 12/01/91 | 7.750 | 10,451 | 12,623 | |
| 2641 | 01/15/75 | Pipeline extension | 01/15/95 | 9.850 | 266,174 | 287,478 | (b) |
| 2641 | 01/15/75 | Pipeline extension | 01/15/95 | 9.850 | 18,603 | 20,092 | (b) |
| 3064 | 12/01/77 | Pipeline extension | 12/01/97 | 9.440 | 185,884 | 199,959 | |
| 3064 | 12/01/77 | Pipeline extension | 12/01/97 | 9.440 | 459,752 | 494,563 | |
| 3064 | 12/01/77 | Pipeline extension | 12/01/97 | 9.440 | 278,825 | 299,938 | |
| 3227 | 11/15/78 | Pipeline extension | 11/15/98 | 9.920 | 239,950 | 256,031 | |
| 3481 | 06/02/80 | Pipeline extension | 06/02/00 | 11.375 | 1,432,153 | 1,509,155 | |
| 3676 | 04/29/81 | Storm drains | 04/29/06 | 14.000 | 257,245 | 265,268 | |
| 4083 | 06/15/83 | Storm drainage | 06/15/03 | 12.350 | 381,881 | 389,591 | |
| 4083 | 06/15/83 | Storm drainage | 06/15/03 | 12.350 | 70,199 | 71,616 | |
| 4083 | 06/15/83 | Storm drainage | 06/15/03 | 12.350 | 280,795 | 286,464 | |
| 4200 | 11/22/83 | Storm drainage | 11/22/03 | 11.250 | 78,263 | 81,419 | |
| 4200 | 11/22/83 | Storm sewer | 11/22/03 | 11.250 | 463,523 | 482,134 | |
| 5001 | 11/15/87 | Storm sewer | 11/15/07 | 11.250 | 264,000 | - | |
| Sub Total | | | | | 4,969,687 | 5,016,770 | |
| Total General Fund Debt | | | | | $11,620,593 | $12,202,646 | |

(b) Payable in U.S. dollars

Schedule 1

CITY OF PRINCE GEORGE

DEBENTURE DEBT

DECEMBER 31, 1987

| By-law | Date of Issue | Purpose | Date of Maturity | Rate | Issued and Outstanding 1987 | Issued and Outstanding 1986 |
|---|---|---|---|---|---|---|
| WATER FUND | | | | | | |
| AH6 | 01/01/66 | Waterworks system - Airport Hill | 01/01/91 | 5.375 | 5,488 | 6,690 |
| NID47 | 03/01/66 | Mains extension - Nechako | 03/01/92 | 6.000 | 270,000 | 315,000 |
| AH7 | 03/01/66 | Waterworks system - Airport Hill | 03/01/91 | 5.500 | 3,800 | 4,600 |
| 1934 | 04/01/67 | Mains extension | 04/01/87 | 6.000 | - | 11,000 |
| CG15 | 03/04/68 | Waterworks system - Charella Gardens | 03/04/93 | 6.000 | 4,424 | 5,023 |
| 2077 | 10/01/68 | Reservoir construction - No. 2 Cranbrook Hill | 10/01/88 | 7.250 | 25,000 | 50,000 |
| CG19 | 12/15/68 | Waterworks system - Charella Gardens | 12/15/93 | 6.000 | 679 | 771 |
| BW30 | 02/15/71 | Waterworks system - Blackburn | 02/15/96 | 7.000 | 465,000 | 465,000 (c) |
| 2289A | 10/01/71 | Mains extension | 10/01/91 | 8.375 | 72,100 | 86,836 (b,f) |
| 2290A | 10/01/71 | Mains extension | 10/01/91 | 8.375 | 78,522 | 94,508 (b,f) |
| 2289B | 12/01/71 | Mains extension | 12/01/91 | 7.750 | 4,395 | 5,310 (f) |
| 2290B | 12/01/71 | Mains extension | 12/01/91 | 7.750 | 4,786 | 5,781 (f) |
| 2525 | 03/01/74 | Pipeline extension | 03/01/94 | 9.000 | 373,296 | 416,963 (f) |
| 2525 | 04/16/74 | Pipeline extension | 04/16/94 | 9.000 | 392,815 | 438,765 (f) |
| 2641 | 01/15/75 | Pipeline extension | 01/15/95 | 9.000 | 269,099 | 290,637 (b,f) |
| 2641 | 01/15/75 | Pipeline extension | 01/15/95 | 9.000 | 18,807 | 20,313 (b,f) |
| 2641 | 01/15/75 | Reservoir - B.C.R. | 01/15/95 | 9.000 | 94,185 | 101,723 (b) |
| 2541 | 01/15/75 | Reservoir - B.C.R. | 01/15/95 | 9.000 | 6,582 | 7,114 (b) |
| 3064 | 12/01/77 | Waterworks system - Southwest | 12/01/97 | 9.440 | 1,032,460 | 1,110,632 |
| 3064 | 12/01/77 | Waterworks system - Blackburn | 12/01/97 | 9.440 | 262,715 | 282,608 |
| 3064 | 12/01/77 | Waterworks system - Nechako | 12/01/97 | 9.440 | 278,825 | 299,938 |
| 3064 | 12/01/77 | Waterworks system - Core | 12/01/97 | 9.440 | 288,120 | 309,935 (f) |
| 3227 | 11/15/78 | Waterworks system | 11/15/98 | 9.920 | 439,909 | 469,398 (f) |
| 3227 | 11/15/78 | Waterworks system - Western Acres | 11/15/98 | 9.920 | 16,663 | 17,783 |
| Balance forward | | | | | $ 4,407,670 | $ 4,816,328 |

(b) Payable in U.S. dollars
(c) Sinking fund
(f) Repayment of this debt is provided for, in part, by WATER CAPITAL RESERVE (balance 1987 - $36,137, 1986 - $38,396.

Schedule 1

CITY OF PRINCE GEORGE

DEBENTURE DEBT

DECEMBER 31, 1987

| By-law | Date of Issue | Purpose | Date of Maturity | Rate | Issued and Outstanding 1987 | Issued and Outstanding 1986 | |
|---|---|---|---|---|---|---|---|
| WATER FUND (cont'd) | | | | | | | |
| Balance forward | | | | | $ 4,407,670 | $ 4,816,328 | |
| 3227 | 11/15/78 | Waterworks system - Nechako | 11/15/98 | 9.920 | 866,487 | 924,572 | |
| 3227 | 11/15/78 | Waterworks system - Southwest | 11/15/98 | 9.920 | 399,917 | 426,726 | |
| 3227 | 11/15/78 | Waterworks system | 11/15/98 | 9.920 | 99,979 | 106,683 | (f) |
| 3481 | 06/02/80 | Waterworks system | 06/02/00 | 11.375 | 97,989 | 103,260 | (f) |
| 3481 | 06/02/80 | Waterworks system - Southwest | 06/02/00 | 11.375 | 165,828 | 174,745 | |
| 3676 | 04/29/81 | Water distribution - Core | 04/29/06 | 14.000 | 120,048 | 123,792 | (f) |
| 3676 | 04/29/81 | Water distribution - Nechako | 04/29/06 | 14.000 | 154,347 | 159,160 | |
| 3676 | 04/29/81 | Water pumping - Core | 04/29/06 | 14.000 | 643,112 | 663,169 | (f) |
| 3820 | 10/28/81 | Water pumping - Core | 10/28/06 | 15.500 | 1,300,729 | 1,341,292 | (b,f) |
| 3888 | 06/30/82 | Water pumping - Nechako | 06/30/07 | 15.125 | 159,160 | 163,745 | |
| 3888 | 06/30/82 | Waterworks system - Southwest | 06/30/02 | 15.125 | 208,223 | 217,413 | |
| 3888 | 06/30/82 | Water pumping - Core | 06/30/07 | 15.125 | 442,112 | 454,846 | (f) |
| 4032 | 10/27/82 | Water distribution - Southwest | 10/27/02 | 12.500 | 7,080 | 7,392 | |
| 4083 | 06/15/83 | Water main | 06/15/03 | 12.350 | 80,962 | 82,597 | (f) |
| 4083 | 06/15/83 | Water booster - Southwest | 06/15/03 | 12.350 | 28,079 | 28,646 | |
| 4139 | 11/22/83 | Water systems - Southwest | 11/22/03 | 11.250 | 91,313 | 94,989 | |
| 4200 | 11/22/83 | Water distribution - Nechako | 11/22/03 | 11.250 | 281,767 | 293,110 | |
| 4200 | 11/22/83 | Water booster - Southwest | 11/22/83 | 11.250 | 24,350 | 25,330 | |
| 4200 | 11/22/83 | Water distribution - Core | 11/22/03 | 11.250 | 217,413 | 226,165 | (f) |
| 4283 | 05/15/84 | Water systems - Core | 05/15/04 | 11.625 | 28,497 | 29,547 | (f) |
| 4283 | 05/15/84 | Water systems - Core | 05/15/04 | 11.625 | 407,097 | 422,101 | (f) |
| 4283 | 05/15/84 | Water systems - Nechako | 05/15/04 | 11.625 | 25,330 | 26,264 | |
| 4461 | 06/12/85 | Water systems - Nechako | 06/12/05 | 12.000 | 654,726 | 676,891 | |
| 5001 | 11/15/87 | Waterworks system - Core | 11/15/07 | 11.250 | 415,000 | - | (f) |
| 5001 | 11/15/87 | Waterworks system - Core | 11/15/07 | 11.250 | 5,600 | - | (f) |
| Total Water Fund Debt | | | | | $11,332,815 | $11,588,763 | |

(b) Payable in U.S. dollars
(f) Repayment of this debt is provided for, in part, by WATER CAPITAL RESERVE (balance 1987 - $36,137, 1986 - $38,396)

Schedule 1

CITY OF PRINCE GEORGE

DEBENTURE DEBT

DECEMBER 31, 1987

| By-law | Date of Issue | Purpose | Date of Maturity | Rate | Issued and Outstanding 1987 | Issued and Outstanding 1986 | |
|---|---|---|---|---|---|---|---|
| SEWER FUND | | | | | | | |
| 2107B | 09/01/67 | Pipeline extension | 09/01/87 | 5.375 | - | 15,627 | |
| 2106 | 12/01/68 | Sewage treatment plant | 12/01/88 | 6.250 | 25,921 | 50,295 | |
| 2106A | 03/01/69 | Pipeline extension | 03/01/89 | 7.500 | 20,000 | 30,000 | |
| 2107A | 03/01/69 | Pipeline extension | 03/01/89 | 7.500 | 26,000 | 39,000 | |
| 2281 | 09/01/70 | Sewage plant & extension | 09/01/90 | 6.875 | 35,695 | 46,074 | |
| SF60 | 08/01/71 | Sanitary sewer | 08/01/96 | 7.250 | 30,514 | 32,849 | |
| 2289 | 10/01/71 | Pipeline extension | 10/01/91 | 8.375 | 104,168 | 125,346 | (b) |
| 2289 | 12/01/71 | Pipeline extension | 12/01/91 | 7.750 | 6,349 | 7,667 | |
| SF57 | 03/01/72 | Sanitary sewer | 03/01/97 | 7.630 | 42,739 | 45,976 | |
| SF57 | 10/01/72 | Sanitary sewer | 10/01/92 | 7.495 | 20,222 | 23,709 | (d) |
| SF57 | 11/15/72 | Sanitary sewer | 11/15/92 | 7.495 | 9,705 | 11,378 | (e) |
| SF67 | 11/15/72 | Sanitary sewer | 11/15/92 | 7.496 | 15,638 | 18,334 | (e) |
| 2482 | 01/01/73 | Sanitary sewer - main | 01/01/93 | 7.500 | 69,472 | 78,350 | |
| SF67 | 06/01/73 | Sanitary sewer | 06/01/93 | 7.998 | 5,441 | 6,121 | |
| 2525 | 03/01/74 | Pipeline extension | 03/01/94 | 9.000 | 67,872 | 75,812 | |
| 2525 | 04/16/74 | Pipeline extension | 04/16/94 | 9.000 | 71,421 | 79,777 | |
| SF85 | 01/15/75 | Sanitary sewer | 01/15/00 | 9.880 | 13,077 | 13,567 | (b) |
| SF85 | 01/15/75 | Sanitary sewer | 01/15/00 | 9.880 | 914 | 949 | (b) |
| 2641 | 01/15/75 | Sewage treatment plant | 01/15/95 | 9.850 | 389,023 | 420,160 | (b) |
| 2641 | 01/15/75 | Sewage treatment plant | 01/15/95 | 9.850 | 27,188 | 29,365 | (b) |
| 2641 | 01/15/75 | Sewage disposal site | 01/15/95 | 9.850 | 106,411 | 114,927 | (b) |
| 2641 | 01/15/75 | Sewage disposal site | 01/15/95 | 9.850 | 7,437 | 8,034 | (b) |
| 2913 | 03/01/75 | Sewage treatment plant | 03/01/00 | 7.770 | 792,084 | 826,794 | |
| 2893 | 10/15/76 | Airport Blackburn sewer | 10/15/96 | 8.700 | 271,952 | 291,408 | (b) |
| 2893 | 10/15/76 | Airport Blackburn sewer | 10/15/96 | 8.700 | 176,933 | 189,592 | (b) |
| 2893 | 10/15/76 | Airport Blackburn sewer | 10/15/96 | 8.700 | 524,245 | 561,753 | (b) |
| 2896 | 10/15/76 | Airport Blackburn sewer | 10/15/96 | 8.700 | 917,428 | 983,067 | (b) |
| 2893 | 06/01/77 | Airport Blackburn sewer | 06/01/97 | 9.840 | 3,124 | 3,362 | |
| 2893 | 06/01/77 | Airport Blackburn sewer | 06/01/97 | 9.840 | 4,802 | 5,167 | |
| 2893 | 06/01/77 | Airport Blackburn sewer | 06/01/97 | 9.840 | 9,257 | 9,958 | |
| 2896 | 06/01/77 | Airport Blackburn sewer | 06/01/97 | 9.440 | 16,199 | 17,427 | |
| Balance forward | | | | | $ 3,811,231 | $ 4,161,845 | |

(b) Payable in U.S. dollars
(d) Payable in German marks
(e) Payable in Swiss francs

Schedule 1

CITY OF PRINCE GEORGE

DEBENTURE DEBT

DECEMBER 31, 1987

| By-law | Date of Issue | Purpose | Date of Maturity | Rate | Issued and Outstanding 1987 | Issued and Outstanding 1986 |
|---|---|---|---|---|---|---|
| SEWER FUND (cont'd) | | | | | | |
| Balance forward | | | | | $ 3,811,231 | $ 4,161,845 |
| 3064 | 12/01/77 | Nechako sewers | 12/01/97 | 9.440 | 1,942,793 | 2,089,893 |
| 3064 | 12/01/77 | Southwest area sewers | 12/01/97 | 9.440 | 509,011 | 547,552 |
| 3064 | 12/01/77 | Sanitary sewers | 12/01/97 | 9.440 | 123,922 | 133,306 |
| 3227 | 11/15/78 | Nechako sewers | 11/15/98 | 9.920 | 1,909,270 | 2,037,257 |
| 3227 | 11/15/78 | Sanitary sewers | 11/15/98 | 9.920 | 383,254 | 408,947 |
| 3227 | 11/15/78 | Sanitary sewers | 11/15/98 | 9.920 | 203,291 | 216,921 |
| 3227 | 11/15/78 | Sanitary sewers | 11/15/98 | 9.920 | 666,528 | 711,211 |
| 3481 | 06/02/80 | Sanitary sewers | 06/02/00 | 11.375 | 226,129 | 238,288 |
| 3676 | 04/29/81 | Sanitary sewers | 04/29/06 | 14.000 | 128,622 | 132,635 |
| 3888 | 06/30/82 | Sanitary sewers | 06/30/07 | 15.125 | 530,535 | 545,815 |
| 4032 | 10/27/82 | Sewage lagoon | 10/27/02 | 12.500 | 62,467 | 65,224 |
| 4032 | 10/27/82 | Sewage treatment plant | 10/27/02 | 12.500 | 4,164,453 | 4,348,253 |
| 3888 | 06/30/82 | Sewage treatment plant | 06/30/07 | 15.125 | 3,271,630 | 3,365,861 |
| 3888 | 06/30/82 | Sanitary sewers | 06/30/07 | 15.125 | 1,768,449 | 1,819,385 |
| 4083 | 06/15/83 | Sewerage collection | 06/15/03 | 12.350 | 6,879 | 7,018 |
| 4083 | 06/15/83 | Sewage lagoon | 06/15/03 | 12.350 | 48,671 | 49,654 |
| 4139 | 11/22/83 | Sewer systems - Nechako | 11/22/03 | 11.250 | 65,224 | 67,850 |
| 4139 | 11/22/83 | Sewer systems - Southwest | 11/22/03 | 11.250 | 1,321,869 | 1,375,084 |
| 4200 | 11/22/83 | Sewer treatment | 11/22/03 | 11.250 | 5,348,352 | 5,563,661 |
| 4283 | 05/15/84 | Sewer system -Core | 05/15/04 | 11.625 | 25,014 | 25,936 |
| 4283 | 05/15/84 | Sewer system - Nechako | 05/15/04 | 11.625 | 723,728 | 750,402 |
| 4283 | 05/15/84 | Sewer systems - Nechako | 05/15/04 | 11.625 | 203,549 | 211,051 |
| 4244 | 05/15/84 | Sewer systems - Nechako | 05/15/04 | 11.625 | 135,699 | 140,700 |
| 4461 | 06/12/85 | Sewer system - Core | 06/12/05 | 12.000 | 245,757 | 254,076 |
| 4461 | 06/12/85 | Sewer system - Southwest | 06/12/05 | 12.000 | 593,381 | 613,469 (g) |
| 4652 | 06/02/86 | Sewer system - Nechako | 06/02/06 | 9.375 | 727,318 | 750,000 |
| 4721 | 06/02/86 | Sewer system - Nechako | 06/02/06 | 9.375 | 145,464 | 150,000 |
| 5001 | 11/15/87 | Sewer system - Core | 11/15/07 | 11.250 | 5,500 | - |
| Total Sewer Fund Debt | | | | | $29,297,990 | $30,781,294 |

(g) Repayment of this debt is provided for, in part, by SEWER CAPITAL RESERVE (balance 1987 - $186,554, 1986 - $178,372).

Schedule 1

CITY OF PRINCE GEORGE

DEBENTURE DEBT

DECEMBER 31, 1987

The City of Prince George has the following authorized but unissued Loan Authorizations at December 31, 1987.

| By-law Number | Purpose | Amount Authorized |
|---|---|---|
| 4477 | Sanitary Sewer | $ 306,000 |
| 4944 | Storm Sewer | 232,000 |
| | | $ 538,000 |

Schedule 2

CITY OF PRINCE GEORGE

CONTRIBUTIONS FROM OTHER GOVERNMENTS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| General Operating Fund | | |
| Fraser-Fort George Regional Hospital District | $ - | $ 9,540 |
| Provincial | | |
| Revenue sharing | 2,811,336 | 2,672,448 |
| Economic development | 21,000 | - |
| Emergency measures | 12,150 | 6,850 |
| | 2,844,486 | 2,679,298 |
| | $ 2,844,486 | $ 2,688,838 |
| Water Operating Fund | | |
| Water facilities assistance grant | $ 1,215,660 | $ 1,143,794 |
| Sewer Operating Fund | | |
| Sewerage facilities assistance grant | $ 3,519,321 | $ 3,616,089 |

Schedule 3

CITY OF PRINCE GEORGE

SALES OF SERVICES

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| Garbage collection charges | $ 1,205,672 | $ 1,226,063 |
| Protective services and prisoner accommodation | 355,384 | 362,538 |
| Transportation services | 832,267 | 792,142 |
| Recreational and cultural services | | |
| Arenas | 479,721 | 508,356 |
| Four Seasons Pool | 628,564 | 622,638 |
| Civic Centre | 69,883 | 90,522 |
| Other | 285,445 | 285,922 |
| Sundry | 192,515 | 209,117 |
| | $ 4,049,451 | $ 4,097,298 |

Schedule 4

CITY OF PRINCE GEORGE

DEPARTMENTAL EXPENDITURES

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| **GENERAL GOVERNMENT** | | |
| City Council | $ 193,342 | $ 188,948 |
| General administration | 1,536,372 | 1,440,852 |
| Financial services | 1,613,742 | 1,525,396 |
| Personnel services | 267,108 | 310,758 |
| Civic buildings | 266,163 | 283,848 |
| | $ 3,876,727 | $ 3,749,802 |
| **PROTECTION TO PERSONS AND PROPERTY** | | |
| Policing | | |
| R.C.M.P. contract | $ 5,765,725 | $ 5,107,832 |
| Other | 1,156,536 | 1,024,392 |
| | 6,922,261 | 6,132,224 |
| By-Law enforcement | 211,406 | 219,500 |
| Fire protection | | |
| Hydrant charges | 152,443 | 212,917 |
| Fire fighting force | 3,865,461 | 3,612,571 |
| Other | 628,069 | 652,001 |
| | 4,645,973 | 4,477,489 |
| Building and plumbing inspection | 338,102 | 378,334 |
| Animal control | 205,202 | 199,655 |
| Other | 132,253 | 56,808 |
| | $12,455,197 | $11,464,010 |

Schedule 4

CITY OF PRINCE GEORGE

DEPARTMENTAL EXPENDITURES

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| **TRANSPORTATION SERVICES** | | |
| Common Services | | |
| Engineering | $ 511,785 | $ 487,758 |
| Public Works headquarters | 790,871 | 847,828 |
| | 1,302,656 | 1,335,586 |
| Equipment Fleet | | |
| Operating costs | 2,152,181 | 2,240,184 |
| Less: Equipment rentals | 2,598,447 | 2,749,753 |
| | (446,266) | (509,569) |
| Road Transportation | | |
| Administration | 206,391 | 117,197 |
| Snow control | 1,237,324 | 1,781,335 |
| Roads and streets maintenance | 1,500,219 | 1,473,448 |
| Street lighting | 678,957 | 650,332 |
| Traffic services | 331,150 | 342,628 |
| Parking | 242,916 | 236,566 |
| Storm drainage | 213,747 | 291,201 |
| | 4,410,704 | 4,892,707 |
| Public Transit | 947,420 | 918,108 |
| | $ 6,214,514 | $ 6,636,832 |
| **SANITATION AND WASTE REMOVAL** | | |
| Administration and other | $ 135,506 | $ 122,907 |
| Landfill | 174,415 | 223,863 |
| Public transfer station | 116,327 | 110,998 |
| Yearly clean-up campaign | 41,817 | 35,305 |
| Collection | 684,010 | 769,202 |
| | $ 1,152,075 | $ 1,262,275 |

Schedule 4

CITY OF PRINCE GEORGE

DEPARTMENTAL EXPENDITURES

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| **PUBLIC HEALTH AND WELFARE** | | |
| Cemetery operation and maintenance | $ 137,102 | $ 129,588 |
| **ENVIRONMENTAL DEVELOPMENT** | | |
| City planning | $ 314,846 | $ 310,158 |
| Welcome signs | 2,164 | 1,558 |
| Tourist camp | 22,226 | 19,930 |
| Celebrations and parades | 7,791 | 30,969 |
| | $ 347,027 | $ 362,615 |
| **RECREATION AND CULTURAL SERVICES** | | |
| Recreation facilities | | |
| Civic Centre | $ 165,251 | $ 210,522 |
| Arenas | 946,053 | 999,916 |
| Four Seasons Pool | 919,093 | 850,791 |
| Exhibition grounds | 124,647 | 128,492 |
| | 2,155,044 | 2,189,721 |
| Cultural facilities | | |
| Grant to Library Board | 1,180,507 | 1,137,535 |
| Parks and Playgrounds | | |
| Administration and other | 78,622 | 86,662 |
| Parks maintenance | 439,779 | 412,667 |
| Greenhouses and floral displays | 29,253 | 38,691 |
| | 547,654 | 538,020 |
| Other recreational services | 704,739 | 690,813 |
| | $ 4,587,944 | $ 4,556,089 |

Schedule 5

CITY OF PRINCE GEORGE

COMMISSIONS OF THE CITY

DECEMBER 31, 1987

**DOWNTOWN PARKING COMMISSION**

The Downtown Parking Commission was established by the City to manage off street parking facilities in a specified area (established pursuant to the provisions of the Municipal Act) of the Central Business District. An annual tax levy is imposed on the properties for the payment of the annual debt charges.

Operating Revenues and Expenditures are reported separately in the Financial Statements of the Downtown Parking Commission.

The City's General Operating, General Capital and Reserve Fund statements include fixed assets, internal debt, debenture debt, capital reserve, debt retirement reserve and annual levy related to the provision of off street parking. They are:

(a) Fixed assets - at cost (General Capital)

| | 1987 | 1986 |
|---|---|---|
| 5th Avenue & Brunswick Street Parkade | $ 365,550 | $ 365,550 |
| 2nd Avenue Parkade | 2,745,086 | 2,745,086 |
| 5th Avenue & Queensway Street Parkade | 3,797,913 | 3,797,913 |
| 2nd and 3rd Ave. & Queensway Land | 591,770 | 591,770 |
| | $ 7,500,319 | $ 7,500,319 |

(b) Internal debt (General Capital)

| | | |
|---|---|---|
| Payable to the Land Sale Trust Reserve in annual installments of $34,700, matures in 1990. | $ 104,100 | $ 138,800 |
| Payable to the Land Sale Trust Reserve in annual installments of $16,500, matures in 1990. | 49,500 | 66,000 |
| | $ 153,600 | $ 204,800 |

CITY OF PRINCE GEORGE

COMMISSIONS OF THE CITY

DECEMBER 31, 1987

(c) Debenture debt (General Capital)

| Bylaw | Date of Issue | Annual Payments — Principal | Interest | Foreign Exch. | Rate % | Mature | 1987 | 1986 |
|---|---|---|---|---|---|---|---|---|
| 2525A | 03/01/74 | $ 14,736 | $ 43,853 | $ - | 9.00 | 1994 | $ 226,240 | $ 252,704 |
| 2525B | 04/16/74 | 15,507 | 46,147 | - | 9.00 | 1994 | 238,071 | 265,919 |
| 2893 | 10/15/76 | 112,522 | 146,617 | 77,690 | 8.70 | 1996 | 1,572,734 | 1,685,257 |
| 2893 | 06/01/77 | 1,355 | 4,426 | - | 9.87 | 1997 | 27,770 | 29,873 |
| 3605 | 12/01/80 | 15,518 | 79,284 | 28,422 | 13.80 | 2000 | 559,005 | 574,523 |
| 3676 | 04/29/81 | 60,485 | 280,000 | - | 14.00 | 2001 | 1,588,585 | 1,665,781 |
| 3820 | 10/28/81 | 18,853 | 75,586 | 28,313 | 12.12 | 2001 | 495,154 | 519,216 |
| 3888 | 06/30/82 | 21,170 | 88,812 | - | 10.25 | 2002 | 583,023 | 608,755 |
| | | $260,146 | $764,725 | $134,425 | | | $5,290,582 | $5,602,028 |

The foreign exchange component was estimated using the DECEMBER 31, 1987 U.S. exchange rate of $1.2998.

(d) Capital Reserves

| | 1987 | 1986 |
|---|---|---|
| General Capital Fund | $ 150,710 | $ 177,159 |
| Land Grant Trust Reserve | 434,026 | 397,801 |
| | $ 584,736 | $ 574,960 |

(e) Downtown Off Street Parking Area Debt Retirement Reserve

| | 1987 | 1986 |
|---|---|---|
| Annual payments of $28,618 are being applied against debenture debt payments | $ 115,128 | $ 132,521 |

* See also City of Prince George Reserve Funds

(f) Annual levy (General Operating)

| | 1987 | 1986 |
|---|---|---|
| Total levy to property owners | $ 913,620 | $ 976,415 |

The above is reduced annually by a contribution from the Downtown Parking Commission Operations. (1987 - $120,000, 1986 - $120,000)

CITY OF PRINCE GEORGE

COMMISSIONS OF THE CITY

DECEMBER 31, 1987

## PRINCE GEORGE PUBLIC LIBRARY

The Prince George Public Library is managed by a Library Board constituted pursuant to the Libraries Act. The Library Board publishes separate financial statements.

The Library buildings and equipment are owned by the City of Prince George, and the General Capital Statements of the City include fixed assets, internal debt, and short term borrowing for Library facilities, as set out below:

(a) Fixed assets - at cost

| | 1987 | 1986 |
|---|---|---|
| Library building | $ 4,173,877 | $ 4,173,877 |
| Library sprinkler system | 9,084 | 9,084 |
| Library automation | 332,547 | 332,547 |
| Library theft detection system | 82,411 | 82,411 |
| | $ 4,597,919 | $ 4,597,919 |

(b) Internal debt

| | | |
|---|---|---|
| By-Law #3323 - payable to Land Grant Trust Reserve in annual payments of $107,500 against principal plus interest on outstanding balance at 4.5% until 1990, and 9% thereafter. Matures in 1999. | $ 1,290,000 | $ 1,397,500 |
| By-Law #4130 - payable to the Recreation and Cultural Reserve fund in equal annual installments of $117,531 including interest at 10.27%. Matures in 1993. | 507,854 | 567,140 |
| Payable to other Capital Reserves in equal annual installments of $12,264 including interest at 9.39%. Matures in 1996. | 72,372 | 77,370 |
| | $ 1,870,226 | $ 2,042,010 |

Schedule 5

CITY OF PRINCE GEORGE

COMMISSIONS OF THE CITY

DECEMBER 31, 1987

(c) Short term borrowing

| | 1987 | 1986 |
|---|---|---|
| By-Law #4115 - Payable to the Bank of Nova Scotia, varying rates of principal (1987 - $63,178, 1986 - $55,910), interest at prime. Matures March 1, 1988. | $ 63,178 | $ 119,088 |

# PRINCE GEORGE DOWNTOWN PARKING COMMISSION

## FINANCIAL STATEMENTS

## DECEMBER 31, 1987

PRINCE GEORGE DOWNTOWN PARKING COMMISSION

AUDITORS' REPORT

FINANCIAL STATEMENTS - DECEMBER 31, 1987

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## AUDITORS' REPORT

**To the Members of**
**The Prince George Downtown Parking Commission**

We have examined the balance sheet of the Prince George Downtown Parking Commission as at December 31, 1987, the statement of operating fund surplus and equity in capital assets and the statement of operating revenue and expenditure for the year then ended. Our examination was made in accordance with generally accepted auditing standards and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Prince George Downtown Parking Commission as at December 31, 1987 and the results of its operations for the year then ended, in accordance with accounting policies set out in the notes to the financial statements, applied on a basis consistent with that of the preceding year.

Peat Marwick
Chartered Accountants

Prince George, British Columbia
January 22, 1988

PRINCE GEORGE DOWNTOWN PARKING COMMISSION

BALANCE SHEET

DECEMBER 31, 1987

## ASSETS

| | 1987 | 1986 |
|---|---|---|
| **OPERATING FUND** | | |
| Cash | $ 85,371 | 145,432 |
| Short term deposits | 179,832 | 60,000 |
| Accounts receivable | 5,291 | 4,276 |
| Accrued interest receivable | - | 360 |
| | 270,494 | 210,068 |
| **CAPITAL FUND** | | |
| Fixed assets, note 1 | 217,618 | 208,056 |
| | $ 488,112 | 418,124 |

## LIABILITIES

| | | |
|---|---|---|
| **OPERATING FUND** | | |
| Accounts payable | $ 28,694 | 31,768 |
| Rents received in advance | 31,893 | 22,245 |
| | 60,587 | 54,013 |
| - Surplus, note 3 | 209,907 | 156,055 |
| | 270,494 | 210,068 |
| **CAPITAL FUND** | | |
| Equity in capital assets | 217,618 | 208,056 |
| | $ 488,112 | 418,124 |

SIGNIFICANT ACCOUNTING POLICIES, note 1

Roy Yip Director

David Ball Director

## PRINCE GEORGE DOWNTOWN PARKING COMMISSION

## OPERATING FUND REVENUE AND EXPENDITURE

## FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | % of Revenue | 1986 | % of Revenue |
|---|---|---|---|---|
| **Revenue** | | | | |
| Parking | $ 433,635 | 68.3 | 351,635 | 63.2 |
| Retail rentals | 192,192 | 30.3 | 193,626 | 34.8 |
| Interest | 9,075 | 1.4 | 9,482 | 1.7 |
| Miscellaneous | 60 | - | 1,551 | .3 |
| | 634,962 | 100.0 | 556,294 | 100.0 |
| **Expenditures** | | | | |
| Advertising and promotion | 15,990 | 2.5 | 14,988 | 2.7 |
| Bad debts | 832 | .1 | 802 | .1 |
| Bank charges | 321 | .1 | 395 | .1 |
| Car allowance | 4,271 | .7 | 5,022 | .9 |
| Elevator service contract | 4,959 | .8 | 4,959 | .9 |
| Insurance and licences | 8,925 | 1.4 | 7,546 | 1.4 |
| Janitor | 5,200 | .8 | 5,919 | 1.1 |
| Office supplies and sundry | 16,736 | 2.6 | 10,068 | 1.8 |
| Professional fees | 12,831 | 2.0 | 14,170 | 2.5 |
| Property taxes | 21,498 | 3.4 | 25,326 | 4.6 |
| Rent | 25,000 | 3.9 | - | - |
| Repairs and maintenance | 21,283 | 3.4 | 24,773 | 4.5 |
| Security patrol | 11,648 | 1.8 | 8,802 | 1.6 |
| Snow removal | 5,244 | .8 | 10,577 | 1.9 |
| Telephone | 1,046 | .2 | 1,026 | .2 |
| Utilities | 68,387 | 10.8 | 64,582 | 11.6 |
| Wages and employee benefits | 227,377 | 35.8 | 190,602 | 34.2 |
| Contribution to capital fund | 9,562 | 1.5 | 12,536 | 2.2 |
| | 461,110 | 72.6 | 402,093 | 72.3 |
| **Surplus for the year** | $ 173,852 | 27.4 | 154,201 | 27.7 |

## PRINCE GEORGE DOWNTOWN PARKING COMMISSION
## OPERATING FUND SURPLUS AND EQUITY IN CAPITAL ASSETS
## FOR THE YEAR ENDED DECEMBER 31, 1987

### OPERATING FUND SURPLUS

| | 1987 | 1986 |
|---|---|---|
| Balance, beginning of year | $ 156,055 | 121,854 |
| Surplus for the year | 173,852 | 154,201 |
| | 329,907 | 276,055 |
| Transfer to City of Prince George | 120,000 | 120,000 |
| Balance, end of year | $ 209,907 | 156,055 |

### EQUITY IN CAPITAL ASSETS

| | | |
|---|---|---|
| Balance, beginning of year | $ 208,056 | 195,520 |
| Contributions received from operating fund for fixed asset acquisition | 9,562 | 12,536 |
| Balance, end of year | $ 217,618 | 208,056 |

## PRINCE GEORGE DOWNTOWN PARKING COMMISSION

## NOTES TO FINANCIAL STATEMENTS

## DECEMBER 31, 1987

### 1. SIGNIFICANT ACCOUNTING POLICIES

a) Operating Fund

The Commission employs the principles of accrual accounting.

Expenditures of a capital nature are immediately charged to operations.

b) Capital Fund

Fixed assets comprised of land, buildings and equipment are the property of the City of Prince George and are therefore recorded in the accounting records of the City of Prince George, except for the following:

Capital expenditures incurred by the Commission since its inception in 1968 are:

| | 1987 | 1986 |
|---|---|---|
| Equipment and capital improvements | $ 217,618 | 208,056 |

Fixed assets are recorded at cost and have not been depreciated.

### 2. RELATIONSHIP TO THE CITY OF PRINCE GEORGE

The Downtown Parking Commission was established by the City to manage offstreet parking facilities in a specified area (established pursuant to the provisions of the Municipal Act of British Columbia) of the Central Business District. An annual tax levy is imposed on the properties for the payment of the annual debt charges.

Operating Revenues and Expenditures are reported separately in the financial statements of the Downtown Parking Commission.

The City's General Operating, General Capital and Reserve Fund statements include the fixed assets, internal debt, debenture debt, retirement reserve and annual levy related to the provision of offstreet parking. They are:

| a) Fixed Assets - At Cost (General Capital Fund) | 1987 | 1986 |
|---|---|---|
| 5th Avenue & Brunswick Street Parkade | $ 365,550 | 365,550 |
| 2nd Avenue Parkade | 2,745,086 | 2,745,086 |
| 5th Avenue & Queensway Street Parkade | 3,797,913 | 3,797,913 |
| 2nd and 3rd Avenues and Queensway land | 591,770 | 591,770 |
| | $ 7,500,319 | 7,500,319 |

b) Internal Debt (Land Sale Trust Reserve Fund)

| | 1987 | 1986 |
|---|---|---|
| Payable in annual instalments of $51,200, matures in 1990 | $ 153,600 | 204,800 |

c) Debenture Debt (General Capital Fund)

| By Law | Date of Issue | Term Remaining In Years | Rate % | 1987 | 1986 | |
|---|---|---|---|---|---|---|
| 2525A | 03/01/74 | 7 | 9.00 | $ 226,240 | 252,704 | |
| 2525B | 04/16/74 | 7 | 9.00 | 238,071 | 265,919 | |
| 2893 | 10/15/74 | 9 | 8.70 | 1,572,734 | 1,685,257 | (i) |
| 2893 | 06/01/77 | 10 | 9.87 | 27,770 | 29,873 | |
| 3605 | 12/01/80 | 13 | 13.80 | 559,005 | 574,523 | (i) |
| 3676 | 04/29/81 | 14 | 14.00 | 1,588,585 | 1,665,781 | |
| 3820 | 10/28/81 | 14 | 12.12 | 495,154 | 519,216 | (i) |
| 3888 | 06/30/82 | 15 | 10.25 | 583,023 | 608,755 | |
| | | | | $ 5,290,582 | 5,602,028 | |

(i) Debenture debt recorded and payable in U.S. dollars. The exchange loss at December 31, 1987 was as follows:

| | 1987 | 1986 |
|---|---|---|
| U.S. debt | $ 2,626,893 | 2,778,996 |
| Canadian equivalent | 3,414,436 | 3,845,574 |
| | $ 787,543 | 1,066,578 |

The foreign exchange component was estimated using the December 31, 1987 U.S. exchange rate of $1.2998.

d) Capital Reserves

| | 1987 | 1986 |
|---|---|---|
| General Capital Fund | $ 150,710 | 177,159 |
| Land Grant Trust Reserve Fund | 434,026 | 397,801 |
| | $ 584,736 | 574,960 |

e) Downtown Off Street Parking Area
Debt Retirement Reserve

| | 1987 | 1986 |
|---|---|---|
| Annual payments of $28,618 are being applied against debenture debt payments | $ 115,128 | 132,521 |

f) Annual Levy (General Operating Fund)

| | | |
|---|---|---|
| Total levy to property owners | $ 913,620 | 976,415 |

The levy is determined after receipt of contributions from the operations of the Commission (1987 - $120,000, 1986 - $120,000).

3. **Surplus**

Surplus funds of the Commission may be transferred to the City of Prince George and applied to reduce levies on properties within the specified area of the Downtown Parking Commission.

# PRINCE GEORGE PUBLIC LIBRARY

## FINANCIAL STATEMENTS

## DECEMBER 31, 1987

PRINCE GEORGE PUBLIC LIBRARY

AUDITORS' REPORT

FINANCIAL STATEMENTS - DECEMBER 31, 1987

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## AUDITORS' REPORT

**To the Members of the Board**
**Prince George Public Library**

We have examined the balance sheets of Prince George Public Library as at December 31, 1987 and the statements of operations and surplus for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of Prince George Public Library as at December 31, 1987 and the results of its operations for the year then ended in accordance with the accounting policies set out in the notes to the financial statements, applied on a basis consistent with that of the preceding year.

Peat Marwick

Prince George, British Columbia
January 27, 1988

Chartered Accountants

# PRINCE GEORGE PUBLIC LIBRARY

## GENERAL FUND

## BALANCE SHEET

## DECEMBER 31, 1987

### ASSETS

| | 1987 | 1986 |
|---|---|---|
| Cash | $ 160,693 | 209,236 |
| Accounts receivable: | | |
| Due from other funds | 64 | - |
| Outreach '86 Program | 7,120 | - |
| Accrued interest | 1,406 | 1,349 |
| | $ 169,283 | 210,585 |

### LIABILITIES AND SURPLUS

| | | |
|---|---|---|
| Accounts payable: | | |
| Due to other funds | $ 54 | 103 |
| Trade accounts | 177,770 | 181,218 |
| Surplus (deficit), per accompanying statement | (8,541) | 29,264 |
| | $ 169,283 | 210,585 |

Commitments and contingencies, note 4

SIGNIFICANT ACCOUNTING POLICIES, note 1

K.G. Urquhart Chairman

J. Huggins-Chan Chief Librarian

PRINCE GEORGE PUBLIC LIBRARY

GENERAL FUND

STATEMENT OF OPERATIONS AND SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 Budget | 1987 Actual | 1986 Actual |
|---|---|---|---|
| **Revenue:** | | | |
| Grants: | | | |
| City of Prince George | | | |
| - operating grant | $ 1,122,138 | 1,122,138 | 1,093,208 |
| Province of British Columbia | | | |
| - Library Development Commission operating grant | 145,160 | 145,160 | 145,160 |
| - Outreach '86 Program | - | 7,120 | - |
| Government of Canada | | | |
| - Challenge '87 Program | - | 1,456 | - |
| Regional District | 37,060 | 37,060 | 37,060 |
| Other: | | | |
| Fines | 55,500 | 60,740 | 54,500 |
| Interest on savings accounts | 12,000 | 12,831 | 13,215 |
| Lost and damaged books and records | 5,900 | 6,399 | 6,065 |
| Miscellaneous | 17,000 | 19,944 | 7,269 |
| Photocopier revenue | 8,000 | 7,686 | 7,275 |
| Room rentals | - | - | 505 |
| | 1,402,758 | 1,420,534 | 1,364,257 |
| **Expenditure, Schedule I** | 1,432,022 | 1,458,339 | 1,345,733 |
| Surplus (deficit) for the year | (29,264) | (37,805) | 18,524 |
| Surplus, beginning of year | 29,264 | 29,264 | 10,740 |
| **Surplus (deficit), end of year** | $ - | (8,541) | 29,264 |

# PRINCE GEORGE PUBLIC LIBRARY
## OTHER FUNDS
## BALANCE SHEET
## DECEMBER 31, 1987

### ASSETS

| | 1987 | 1986 |
|---|---|---|
| Cash | $ 1,463 | 1,367 |
| Due from general fund | 54 | 103 |
| | $ 1,517 | 1,470 |

### LIABILITIES AND SURPLUS

| | | |
|---|---|---|
| Due to general fund | $ 64 | - |
| Surplus, per accompanying statements | | |
| Local History Fund | 1,011 | 784 |
| Jeanne Clarke Memorial Fund | 506 | 475 |
| New Equipment Fund | (64) | 211 |
| | $ 1,517 | 1,470 |

SIGNIFICANT ACCOUNTING POLICIES, note 1

K.G. Urquhart Chairman

J. Huggins-Chan Chief Librarian

## PRINCE GEORGE PUBLIC LIBRARY

## LOCAL HISTORY FUND

## STATEMENT OF OPERATIONS AND SURPLUS

## FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| **Revenue:** | | |
| Provincial Grant - Heritage Week | $ - | 800 |
| Sale of cook books | 147 | 126 |
| Sale of local history guide | 63 | 108 |
| Interest | 43 | 56 |
| | 253 | 1,090 |
| **Expenditure:** | | |
| Heritage Week programs | - | 1,211 |
| Supplies | 26 | - |
| | 26 | 1,211 |
| Excess (shortfall) of revenue over expenditure | 227 | (121) |
| Surplus, beginning of year | 784 | 905 |
| **Surplus, end of year** | $ 1,011 | 784 |

## PRINCE GEORGE PUBLIC LIBRARY
## JEANNE CLARKE MEMORIAL FUND
## STATEMENT OF OPERATIONS AND SURPLUS
## FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| **Revenue:** | | |
| Interest | $ 31 | 29 |
| **Expenditure:** | | |
| Dedication plaques | - | 33 |
| Excess (shortfall) of revenue over expenditure | 31 | (4) |
| Surplus, beginning of year | 475 | 479 |
| **Surplus, end of year** | $ 506 | 475 |

## PRINCE GEORGE PUBLIC LIBRARY

## NEW EQUIPMENT FUND

## STATEMENT OF OPERATIONS AND SURPLUS

## FOR THE YEAR ENDED DECEMBER 31, 1987

| | 1987 | 1986 |
|---|---|---|
| **Revenue:** | | |
| Donations | $ 500 | 200 |
| Interest | 30 | 11 |
| | 530 | 211 |
| **Expenditure:** | | |
| Sound system | 805 | - |
| Excess (shortfall) of revenue over expenditure | (275) | 211 |
| Surplus, beginning of year | 211 | - |
| **Surplus (deficit), end of year** | $ (64) | 211 |

PRINCE GEORGE PUBLIC LIBRARY

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1987

1. **Significant accounting policies:**

The Library employs the principles of accrual accounting except for banked overtime, vacation time and accumulated sick days. These liabilities are not recorded until paid. The estimated maximum liabilities at December 31, 1987 are:

| | |
|---|---|
| Banked overtime | $ 2,600 |
| Vacation time | 19,500 |
| Accumulated sick time | 79,800 |
| | $ 101,900 |

Expenditures of a capital nature and purchases of books and periodicals are immediately charged to operations.

2. **Fixed assets:**

Land, buildings and major capital equipment used for the Library are the property of the City of Prince George and are therefore recorded in the accounting records of the City of Prince George.

3. **Long term debt:**

Long term debt and the payments thereon relating to the acquisition of land, buildings and major capital equipment for the Library are recorded in the accounting records of the City of Prince George.

4. **Commitments and contingencies:**

The Library has entered into leases for the acquisition of equipment and is committed to aggregate payments of $7,186 over the next year.

The Library is liable to a maximum of $110,372 to the City of Prince George regarding principal and interest on repayment of funds used to purchase a library book detection system. Fixed annual payments of $12,263 are to be recovered from the Library's operating budget over the next nine years.

PRINCE GEORGE PUBLIC LIBRARY

Schedule I

GENERAL FUND

SCHEDULE OF EXPENDITURES

YEAR ENDED DECEMBER 31, 1987

| | 1987 Budget | 1987 Actual | 1986 Actual |
|---|---|---|---|
| **Facilities:** | | | |
| Circulation system | $ 54,511 | 54,986 | 52,910 |
| Equipment and furniture | 4,000 | 4,899 | 10,486 |
| Heat | 17,550 | 14,896 | 13,280 |
| Insurance | 4,800 | 4,476 | 4,177 |
| Lights | 37,960 | 35,117 | 33,130 |
| Maintenance | 22,235 | 22,698 | 20,359 |
| Telephone | 15,630 | 16,900 | 15,322 |
| Water and sewer | 4,050 | 3,309 | 3,595 |
| **Materials:** | | | |
| Binding | 5,000 | 5,338 | 4,189 |
| Books | 265,362 | 275,406 | 255,267 |
| Periodicals | 21,000 | 20,847 | 19,128 |
| Audio visual | 17,700 | 15,855 | 13,521 |
| Processing supplies | 25,350 | 28,845 | 16,287 |
| **Staff:** | | | |
| Salaries and benefits | 870,922 | 877,045 | 827,063 |
| Staff moving costs | 1,000 | 6,578 | 217 |
| **Other:** | | | |
| Advertising | 6,350 | 5,703 | 6,790 |
| Association dues | 1,800 | 1,930 | 2,079 |
| Audit | 3,000 | 3,625 | 2,885 |
| Convention and travel | 9,300 | 9,473 | 5,336 |
| Photocopies | 11,500 | 10,657 | 10,803 |
| Postage | 13,000 | 16,085 | 16,540 |
| Stationery and supplies | 8,900 | 8,201 | 9,759 |
| Sundry | 11,102 | 6,894 | 2,610 |
| Special Projects | - | 8,576 | - |
| | $ 1,432,022 | 1,458,339 | 1,345,733 |